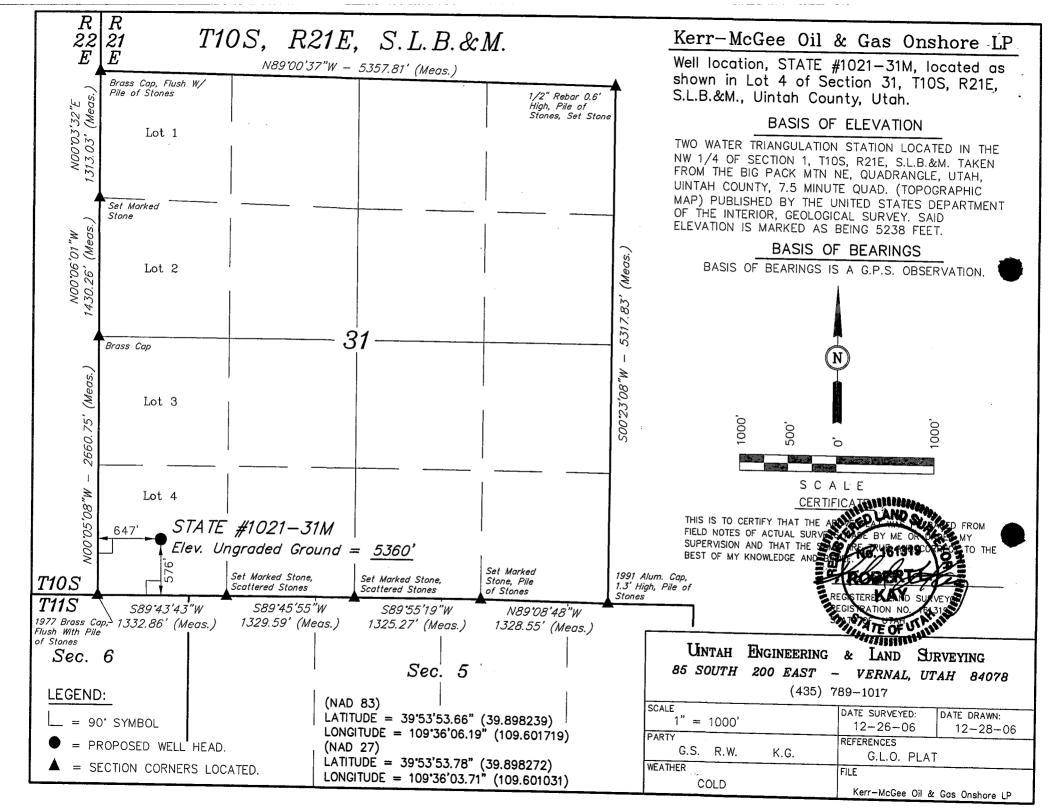
STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

-		М	2
$-\iota$	к	w	

AMENDED REPORT (highlight changes)

	APPLICATION FOR PERMIT TO DRILL						6. SURFACE: State			
1A. TYPE OF WO	TYPE OF WORK: DRILL Z REENTER DEEPEN									
B. TYPE OF WE	ll: OIL 🗌	GAS 🗾 O	THER	SING	GLE ZONE MULTIPLE ZON	E 3. UNIT or CA AGREEME	NT NAME:			
2. NAME OF OPE		GAS ONSHO	RFI P			9. WELL NAME and NUMI STATE 1021-3				
3. ADDRESS OF 1368 S 120	OPERATOR:	CITY VERNA		UT ZIP 840	PHONE NUMBER: (435) 781-7024	10. FIELD AND POOL, OF	R WILDCAT:			
	WELL (FOOTAGE	S)				11. QTR/QTR, SECTION, MERIDIAN:	TOWNSHIP, RANGE,			
	576'FSL, 6 PRODUCING ZON	47'FWL LOT	4 441	7192Y	39, 89 <i>8262</i> 709.601044	SWSW 31 1	0S 21E			
		CTION FROM NEAR		T OFFICE:		12. COUNTY:	13. STATE: UTAH			
		OF OURAY, ERTY OR LEASE LIN		46 NUMBER OF	FACRES IN LEASE:	UINTAH 17. NUMBER OF ACRES ASSIGN	IED TO THIS WELL			
576'	D NEAREST PROP	ERIT OR LEASE LIN	NE (FEET)	16. NUMBER OF	643.12	17. NOWIDER OF ACKED AGGIG	40.00			
18. DISTANCE TO		(DRILLING, COMPL	ETED, OR	19. PROPOSED		20. BOND DESCRIPTION:	.0.00			
	R) ON THIS LEASE O TOPO C	(FEET)			9,240	RLB0005237				
21. ELEVATIONS	(SHOW WHETHE	R DF, RT, GR, ETC.)	:	22. APPROXIMA	ATE DATE WORK WILL START:	23. ESTIMATED DURATION:	W			
5360'GL										
24.			PROPOS	ED CASING AI	ND CEMENTING PROGRAM					
SIZE OF HOLE	CASING SIZE,	GRADE, AND WEIGH	T PER FOOT	SETTING DEPTH	CEMENT TYPE, QUA	ANTITY, YIELD, AND SLURRY WER	TTY, YIELD, AND SLURRY WEIGHT			
12 1/4"	9 5/8	H-40	32.3#	1,800	265 SX CLASS G 1	.18 YIELD 15.6 PI	PG			
7 7/8"	4 1/2	I-80	11.6#	9,240	1960 SX 50/50 POZ 1	.31 YIELD 14.3 PI	PG			
A205W										
25.	I.,			ATTA	CHMENTS	· · · · · · · · · · · · · · · · · · ·				
VERIFY THE FOL	LOWING ARE ATT	FACHED IN ACCORE	DANCE WITH THE U	TAH OIL AND GAS C	ONSERVATION GENERAL RULES:					
✓ WELL PL	✓ WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER ✓ COMPLETE DRILLING PLAN									
EVIDENCE OF DIVISION OF WATER RIGHTS APPROVAL FOR USE OF WATER FORM 5, IF OPERATOR IS PERSON OR COMPANY OTHER THAN THE LEASE OWNER						N THE LEASE OWNER				
				<u> </u>						
NAME (PLEASE	PRINTUSHEIL	A UPCHEGO)		TITLE SENIOR LANE	D ADMIN SPECIALIS	Γ			
SIGNATURE ////////////////////////////////////										
(This space for Sta	ate use only)	7			Approved by the	RECE	IVFD			
· ·					Utah Division of Dil, Gas and Mining	ŧ				
	4	13-0117- 2	19112			MAR 1	6 200/			
API NUMBER AS	SIGNED:	J 04 1-5	<u> </u>	Dat	APPROVAL: 6: 86-12-974	DIV. OF OIL, G	AS & MINING			

(11/2001)



STATE 1021-31M SW/SW SEC. 31, T10S, R21E UINTAH COUNTY, UTAH ML-22794

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. Estimated Tops of Important Geologic Markers:

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	959'
Top of Birds Nest Water	1209'
Mahogany	1727'
Wasatch	4151'
Mesaverde	7078'
MVU2	8101'
MVL1	8615'
TD	9240'

2. <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations</u>:

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	959'
Water	Top of Birds Nest Water	1209'
	Mahogany	1727'
Gas	Wasatch	4151'
Gas	Mesaverde	7078'
Gas	MVU2	8101'
Gas	MVL1	8615'
Water	N/A	
Other Minerals	N/A	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program.

4. Proposed Casing & Cementing Program:

Please refer to the attached Drilling Program.

5. <u>Drilling Fluids Program</u>:

Please refer to the attached Drilling Program.

6. <u>Evaluation Program</u>:

Please refer to the attached Drilling Program.

7. **Abnormal Conditions:**

Maximum anticipated bottomhole pressure calculated at 9240' TD, approximately equals 5729 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3696 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. Variances:

Please refer to the attached Drilling Program.

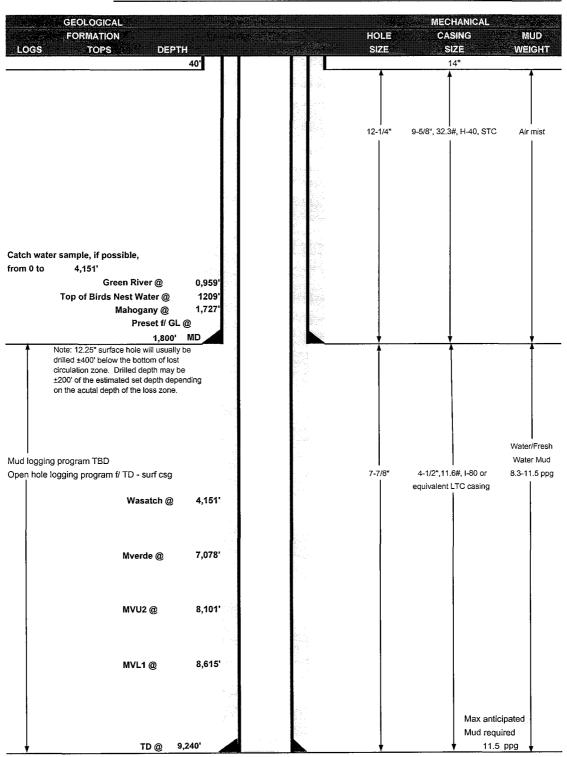
10. Other Information:

Please refer to the attached Drilling Program.



KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAM	E K	ERR-McGEE	OIL & GAS ON	NSHORE LP	DATE	March 12	2, 2007		
WELL NAME	3	STATE 102	21-31M		TD	9,240'	MD/TVD		
FIELD Natur	ral Buttes	 }	COUNTY Uin	tah STA	TE Utah	ELEVATION	5,360' GL	KĖ	3 5,375'
SURFACE LOCA	TION	SW/SW, Lo	OT 4, SEC. 31,	T10S, R21E 57	76'FSL, 647'FWL	_		BHL	Straight Hole
		Latitude:	39.898239	Longitude:	109.601719				
OBJECTIVE ZON	NE(S)	Wasatch/M	esaverde						
ADDITIONAL INF	- O	Regulatory Agencies: UDOGM (SURF & MINERALS),Tri-County Health Dept.							





KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM

								ESIGN FACT	ORS
	SIZE	INT	ERVAL	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"		0-40'			200			
	1980						2270	1370	254000
SURFACE	9-5/8"	0	to 1800	32.30	H-40	STC	0.65*****	1.63	4,99
	1.00						7780	6350	201000
PRODUCTION	4-1/2"	0	to 9240	11.60	I-80	LTC	2.23	1.15	2.15

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD =

11.5 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

MASP

3493 psi

Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psi/ft

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1	1. 1. 4. 4.	+ .25 pps flocele				
TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
		+ 2% CaCl + .25 pps flocele		3480	N. 254	
TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE		NOTE: If well will circulate water to s	urface, op	tion 2 will b	e utilized	
Option 2 LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
		+.25 pps Flocele + 3% salt BWOC	803.401.1	DANA S		
TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
		+ .25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
	hariya a					
PRODUCTION LEAD	3,650'	Premium Lite II + 3% KCI + 0.25 pps	400	60%	11.00	3.38
	1 10 4 1	celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				1
	11.11				18 A. J. J. A.	
TAIL	5,590'	50/50 Poz/G + 10% salt + 2% gel	1560	60%	14.30	1.31
		+.1% R-3		45.00	100	

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.	
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.	

ADDITIONAL INFORMATION

BOPE: 11" 5M with	one annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &
tour sheet. Functio	test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper
& lower kelly valves	
Drop Totco surveys	every 2000'. Maximum allowable hole angle is 5 degrees.
Most rigs have PVT	Systems for mud monitoring. If no PVT is available, visual monitoring will be utililzed.
GINEER:	DATE:
	Brad Laney

DATE:

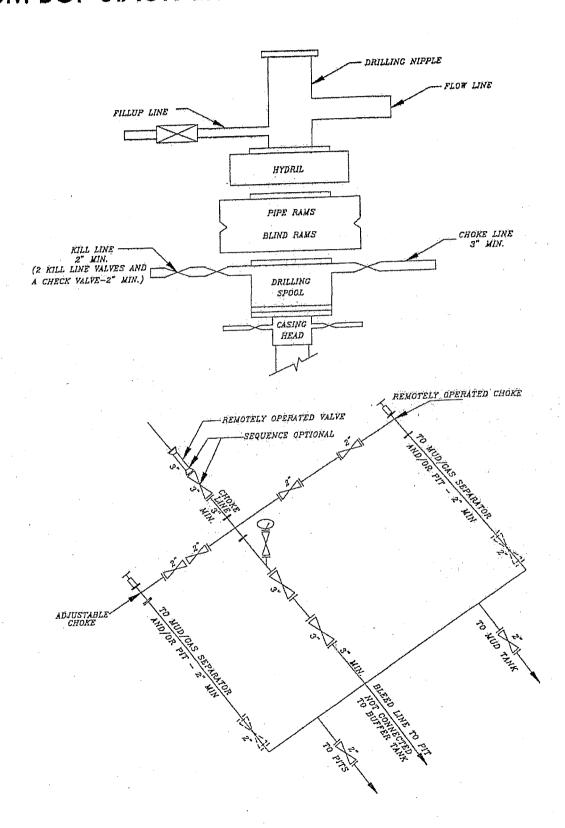
DRILLING SUPERINTENDENT:

Randy Bayne

yne STATE1021-31M DHD.xls

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

5M BOP STACK and CHOKE MANIFOLD SYSTEM



STATE 1021-31M SW/SW SEC. 31, T10S, R21E Uintah County, UT ML-22794

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. <u>Existing Roads</u>:

Refer to Topo Map A for directions to the location.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

Refer to Topo Maps A and B for location of access roads within a 2 mile radius.

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

2. Planned Access Roads:

Approximately 40' +/- of new access road is proposed. Refer to Topo Map B for the location of the proposed access road.

Approximately 0.1 +/- miles of an existin 2-track roads needs upgraded. Refer to Topo Map B.

The upgraded and new portions of the access road will be crowned and ditched with a running surface of 18 feet and a maximum disturbed width of 30 feet. Appropriate water control will be installed to control erosion.

Existence of pipelines; maximum grade; turnouts; major cut and fills, culverts, or bridges; gates, cattle guards, fence cuts, or modifications to existing facilities were determined at the on-site.

The access road was centerline flagged during time of staking.

Surfacing material may be necessary, depending upon weather conditions.

Surface disturbance and vehicular traffic will be limited to the approved location and approved access route. Any additional area needed will be approved in advance.

3. <u>Location of Existing Wells Within a 1-Mile Radius:</u>

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities:

The following guidelines will apply if the well is productive.

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain

fluids (i.e., production tanks, produced water tanks, and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank, and be independent of the back cut.

All permanent (on-site six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The required color is Carlsbad Canyon, standard color number 2.5Y 6/2.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Approximately 1207' +/- of 4" steel pipeline is proposed from the location to an tie-in point. Refer to Topo Map D.

5. Location and Type of Water Supply:

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Sec. 32, T4S, R3E, Water User Claim #43-8496, Application #53617.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

7. Methods of Handling Waste Materials:

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, will be contained in the reserve pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit will be constructed on the location and will not be located within natural drainage, where a flood hazard exists or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, break, or allow discharge of liquids.

A plastic reinforced liner and felt will be used, it will be a minimum of 20 mil thick, with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with

dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical porta-toilet will be furnished with the drilling rig.

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

Any produced water from the proposed well will be contained in a water tank and will then be hauled By truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S, R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E.

8. Ancillary Facilities:

None are anticipated.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

The reserve pit will be lined, and when the reserve pit is closed, the pit liner will be buried below plow depth.

All pits will be fenced according to the following minimum standards:

39 inch net wire will be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.

The net wire shall be no more than two inches above the ground. The barbed wire shall be three inches over the net wire. Total height of the fence shall be at least 42 inches.

Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

All wire shall be stretched, by using a stretching device, before it is attached to corner posts.

The reserve pit fencing will be on three sides during drilling operations, and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

Location size may change prior to the drilling of the well due to current rig availability. If the proposed location is not large enough to accommodate the drilling rig the location will be resurveyed and a Form 9 shall be submitted.

10. Plans for Reclamation of the Surface:

Producing Location:

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production.

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

A plastic, nylon reinforced liner will be used, it shall be torn and perforated before backfilling of the reserve pit.

Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.

To prevent surface water (s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface three feet above surrounding ground surface to allow the reclaimed pit area to drain effectively.

Upon completion of backfilling, leveling, and recontouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and re-establishment of vegetation as specified.

All disturbed surfaces will be recontoured to the approximate natural contours, with reclamation of the well pad and access road to be performed as soon as practical after final abandonment.

Reseeding operations will be performed after completion of other reclamation operations.

11. Surface Ownership:

SITLA 675 East 500 South, Suite 500 Salt Lake City, UT 84102

12. Other Information:

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice of Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

The Operator will control noxious weeds along Rights-Of-Way for roads, pipelines, well sites, or other applicable facilities.

A Class III archaeological survey will be submitted when report becomes available.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying within the boundaries of the Unit.

13. Lessee's or Operators's Representative & Certification:

Sheila Upchego Senior Land Admin Specialist Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East. Vernal, UT 84078 (435) 781-7024 Randy Bayne Drilling Manager Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435)781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by State Surety Bond #RLB0005237.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Mile James Sheila Upchego

3/13/2007

Date

Kerr-McGee Oil & Gas Onshore LP

STATE #1021-31M SECTION 31, T10S, R21E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; TURN LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 15.6 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING 2-TRACK TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 40' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 46.9 MILES.

Kerr-McGee Oil & Gas Onshore LP

STATE #1021-31M

LOCATED IN UINTAH COUNTY, UTAH SECTION 31, T10S, R21E, S.L.B.&M.

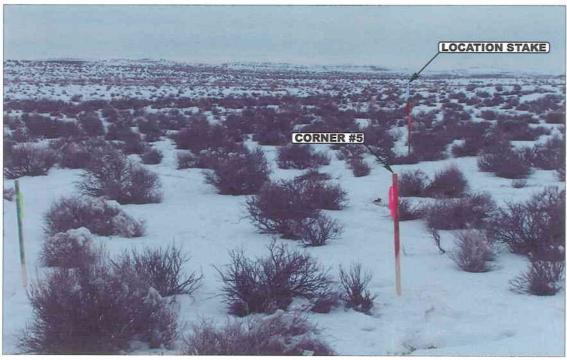


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY

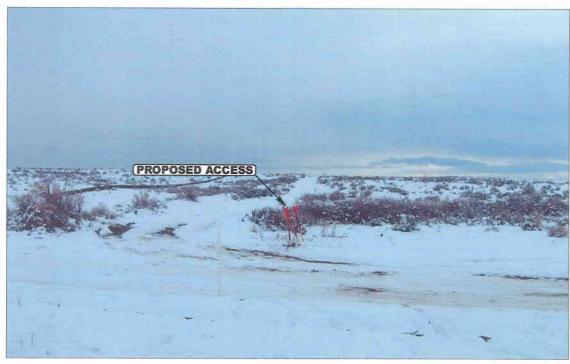


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHERLY



Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

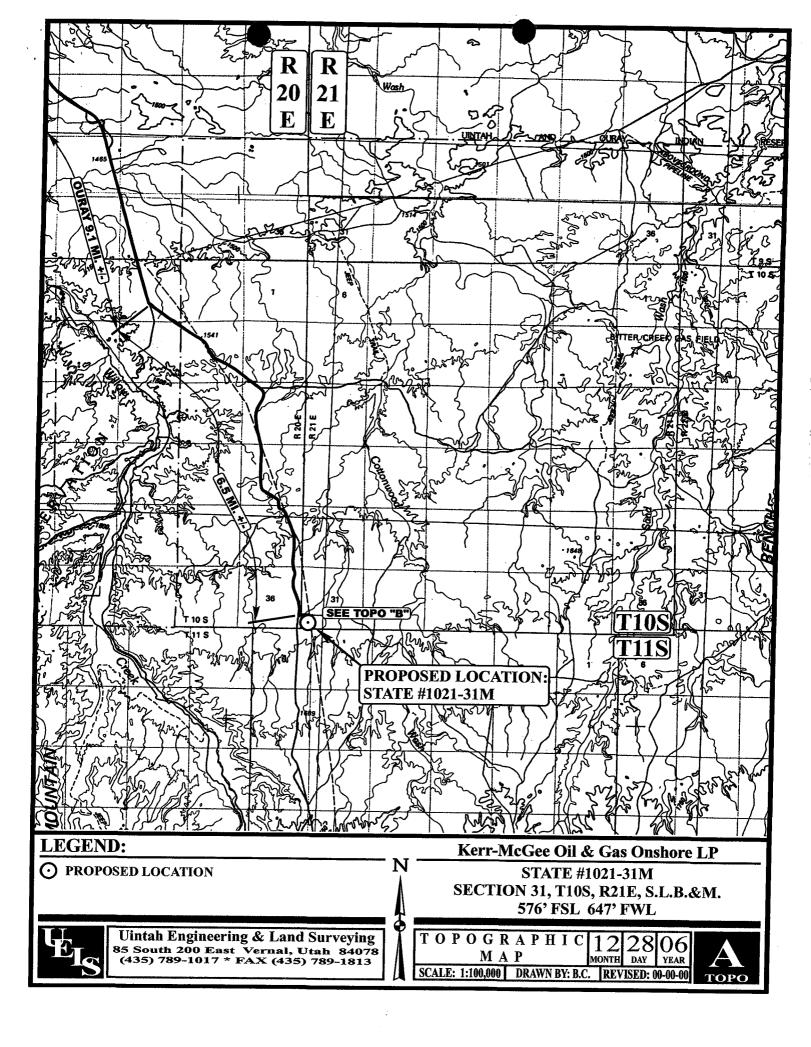
LOCATION PHOTOS

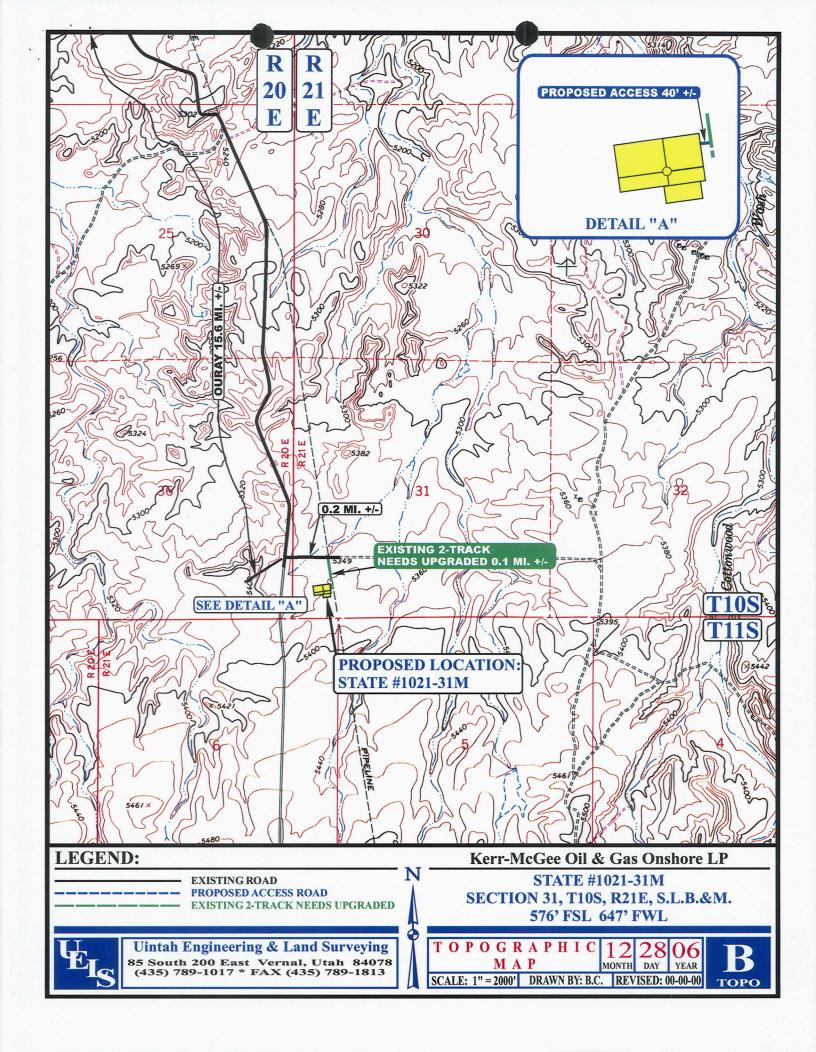
12 28 06 MONTH DAY YEAR

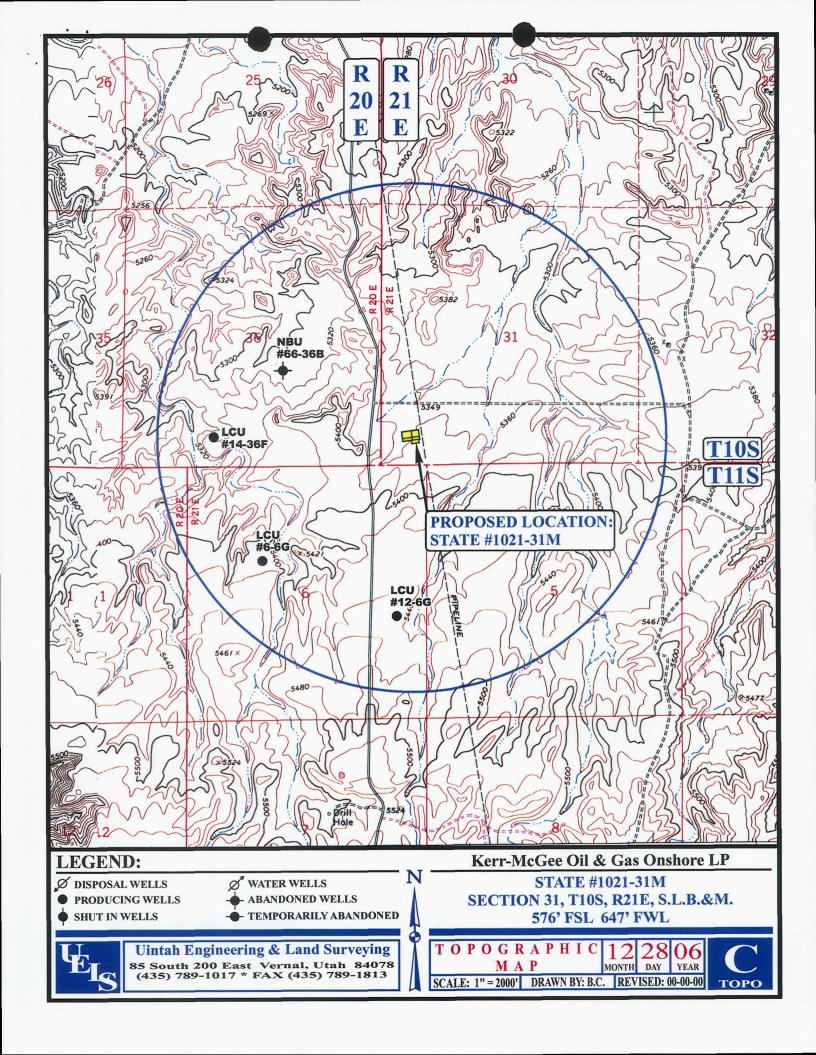
РНОТО

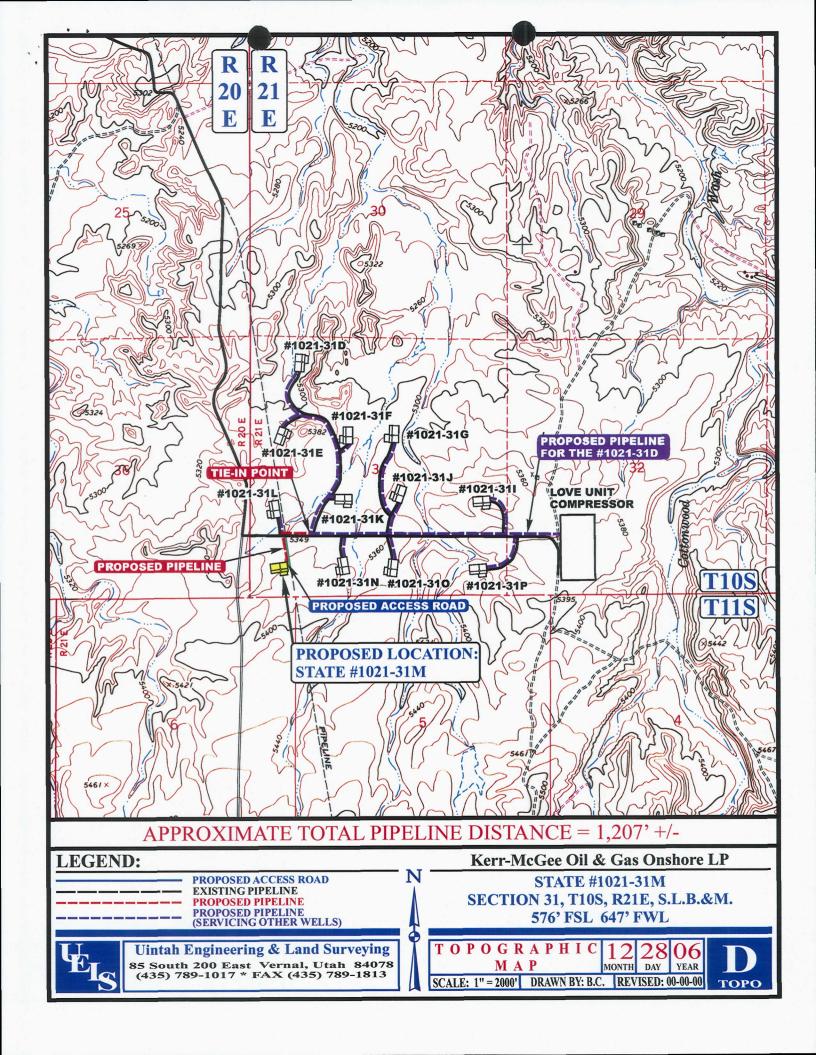
TAKEN BY: G.S. | DRAWN BY: B.C. | I

REVISED: 00-00-00









Kerr-McGee Oil & Gas Onshore LP

STATE #1021-31M PIPELINE ALIGNMENT

LOCATED IN UINTAH COUNTY, UTAH SECTION 31, T10S, R21E, S.L.B.&M.



PHOTO: VIEW FROM TIE-IN POINT

CAMERA ANGLE: WESTERLY



PHOTO: VIEW OF PIPELINE ALIGNMENT

CAMERA ANGLE: NORTHERLY

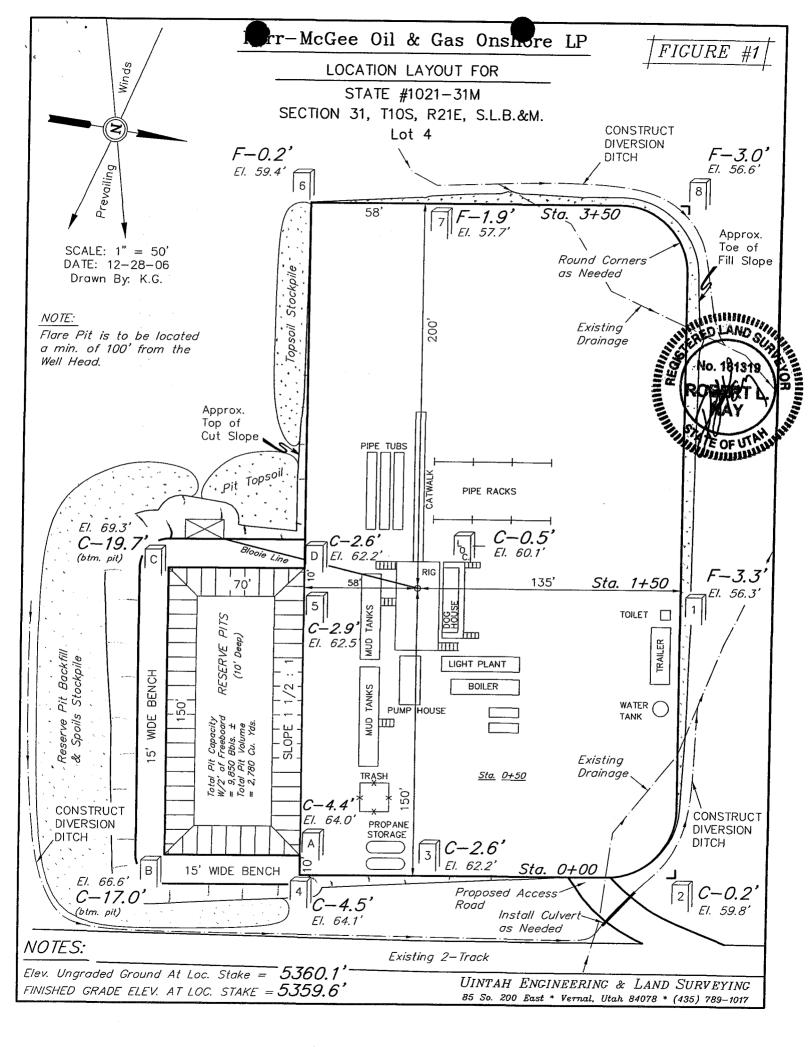


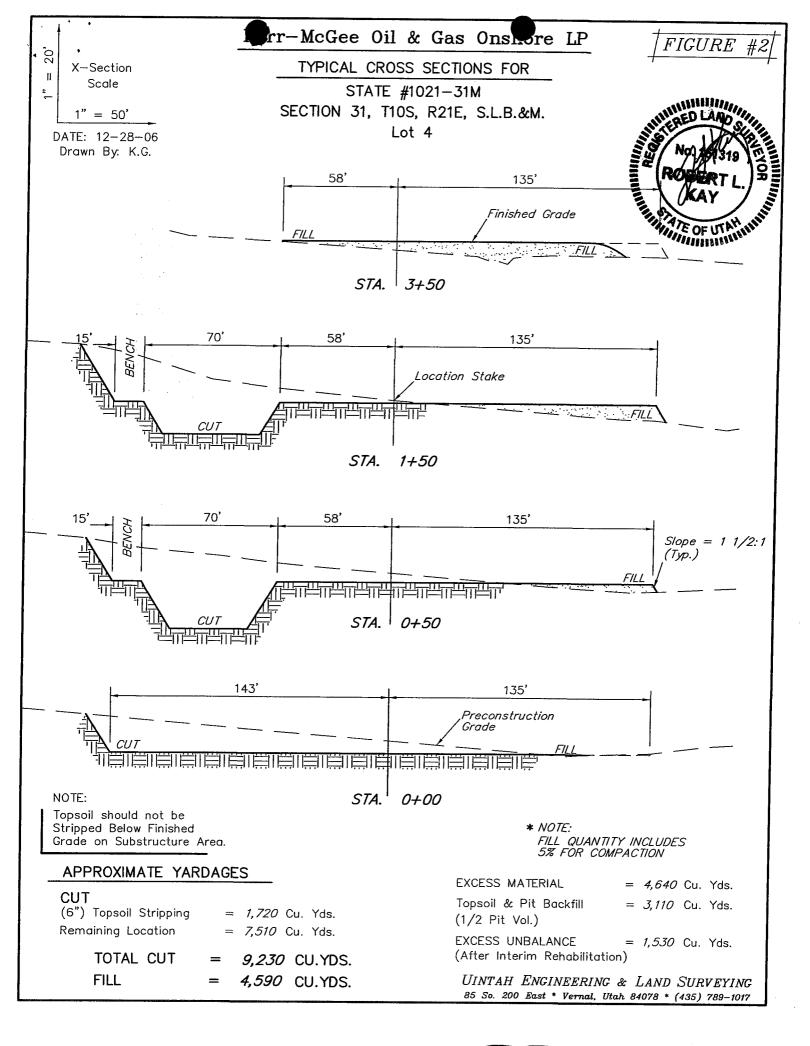
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

PIPELINE PHOTOS

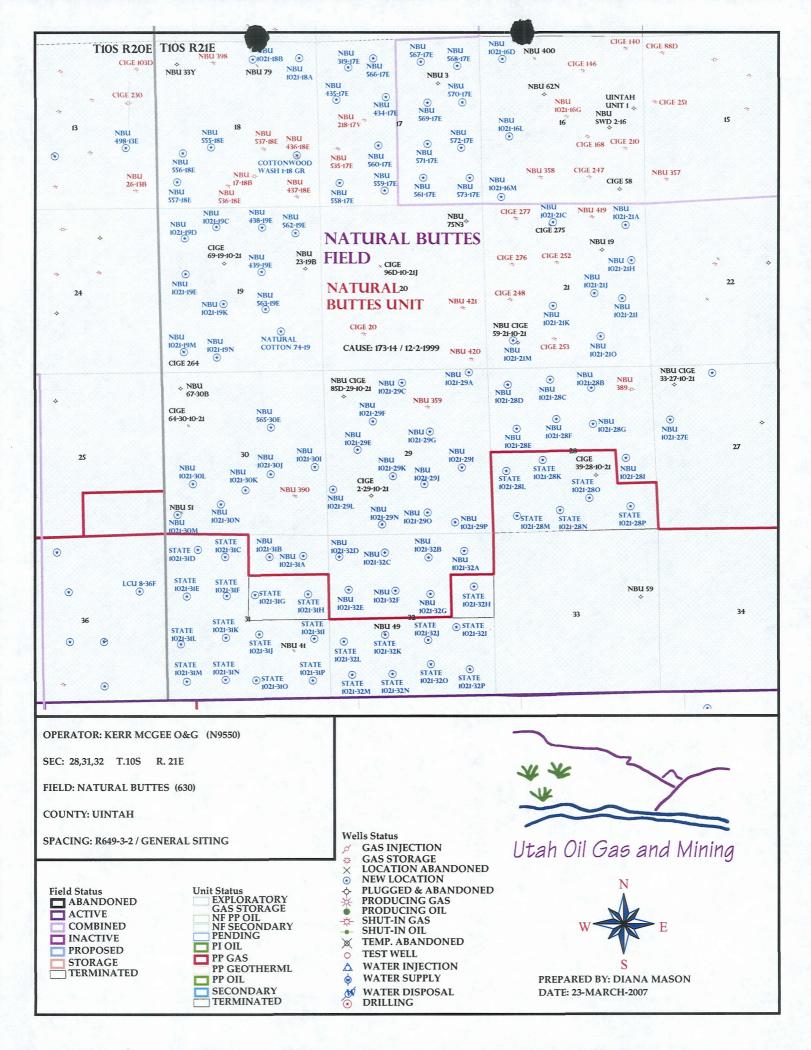
YEAR DAY TAKEN BY: GS. | DRAWN BY: B.C. | REVISED: 00-00-00

РНОТО





APD RECEIVED: 03/10	6/2007		API NO. ASSIG	NED: 43-04	7-39112			
WELL NAME: STATE 10)21-31M							
OPERATOR: KERR-MCC			PHONE NUMBER:	435-781-702	24			
CONTACT: SHEILA U	JPCHEGO							
PROPOSED LOCATION:			INSPECT LOCATN	BY: /	/			
SWSW 31 1 SURFACE: 0576 FSI	.00S 210E L 0647 FWL		Tech Review	Initials	Date			
BOTTOM: 0576 FSI			Engineering	OKO	4/30/07			
COUNTY: UINTAH			Geology	1				
LATITUDE: 39.89826	LONGITUDE: -109.6010							
	: 619597 NORTHINGS: 44171		Surface					
LEASE TYPE: 3 - LEASE NUMBER: ML-2 SURFACE OWNER: 3 -	22794		PROPOSED FORMA: COALBED METHANI		MVD			
RECEIVED AND/OR REVI	IEWED:	LOCATIO	ON AND SITING:					
✓ Plat		R.	549-2-3.					
Bond: Fed[] In	d[] Sta[] Fee[]							
(No. 22013542		Unit:_						
Potash (Y/N)			649-3-2. Gener					
	-5 (B) or 190-3 or 190-13	Siting: 460 From Qtr/Qtr & 920' Between Wells						
Water Permit (No. 43-8496	,	Re	649-3-3. Excep	tion				
RDCC Review		Drilling Unit						
(Date:)		Board Cause No: Eff Date:					
M Fee Surf Agree	ement (Y/N)		Siting:					
_NA Intent to Comm	ningle (Y/N)	R	 649-3-11. Dire	ctional Dri				
COMMENTS: Needs Presit (04-05-07)								
STIPULATIONS: 1- Spacing Stip 2- Startment OF Basis								
	Z- N (01-	104515					
	3- OIL SHAR	5	+((-					
	4- Surface C	59 Cm	1 >+ P					



Application for Permit to Drill

Statement of Basis

4/17/2007

Utah Division of Oil, Gas and Mining

Page 1

APD No

API WellNo

Status

Well Type

Surf Ownr

CBM

312

43-047-39112-00-00

Surface Owner-APD

GW

S

No

KERR-MCGEE OIL & GAS ONSHORE, LP

Well Name STATE 1021-31M

Unit

Field UNDESIGNATED Type of Work

Location

SWSW 31 10S 21E S

576 FSL 647 FWL GPS Coord (UTM) 619597E 4417192N

Geologic Statement of Basis

Kerr McGee proposes to set 1,800' of surface casing at this location. The depth to the base of the moderately saline water at this location is estimated to be at a depth of 3,900'. A search of Division of Water Rights records shows no water wells within a 10,000 foot radius of the center of Section 31. The surface formation at this site is the Uinta Formation. The Uinta Formation is made up of interbedded shales and sandstones. The sandstones are mostly lenticular and discontinuous and should not be a significant source of useable ground water. Production casing cement should be brought up above the base of the moderately saline ground water to isolate it from fresher waters uphole.

Brad Hill

4/17/2007

APD Evaluator

Date / Time

Surface Statement of Basis

The general area is within the Love area of Natural Buttes in the upper Cottonwood Wash Drainage. The area is characterized by rolling hills and benches, which are frequently intersected by somewhat gentle draws, which flow into Cottonwood Wash. The draws are occasionally rimed with steep side hills, which have exposed sand stone bedrock cliffs along the rims. Cottonwood Wash is an ephemeral drainage, which drains northerly approximately 11 miles to the White River. No seeps, springs or streams exist in the area. An occasional pond collecting runoff for livestock and antelope occurs.

This location is approximately 17 miles southeast of Ouray, Utah and is accessed by the Seep Ridge Road then by existing or planned oil field development roads to within 0.1 miles of the proposed site. Up-grading of an existing two-track will be needed from this point.

The proposed location is in a gentle, nearly flat swale that has a slight slope to the east and north. Shallow drainages intersect each end of the location and are planned for diversions. The location is immediately west of a surface 16-inch pipeline. Activity will not interfere with the pipeline. The Love road is approximately 0.1 miles to the north. The main stem of Cottonwood Wash is about 1.6 miles to the east

Both the surface and minerals are owned by SITLA. Jim Davis represented SITLA at the pre-site investigation. Mr. Davis had no concerns pertaining to this location. The selected location appears to be the best site for drilling and operating a well in the immediate area.

Ben Williams representing the UDWR was not at the pre-site but stated the previous day that all the remaining locations in the area were classified as yearlong critical habitat for antelope. He stated that the lack of water not forage is the limiting factor affecting the herd in the area. He recommended no restrictions for antelope. No other wildlife is expected to be significantly affected. He gave Jim Davis of SITLA and Carroll Estes of Kerr McGee a copy of his wildlife evaluation and a UDWR recommended seed mix to be used when re-vegetating the locations.

ATV's were used to access the site.

Application for Permit to Drill Statement of Basis

4/17/2007

Utah Division of Oil, Gas and Mining

Page 2

Floyd Bartlett **Onsite Evaluator**

4/5/2007 Date / Time

Conditions of Approval / Application for Permit to Drill

Category

Condition

Pits

A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be

properly installed and maintained in the reserve pit.

Surface

Drainages adjacent to the proposed pad shall be diverted around the location.

Utah Division of Oil, Gas and Mining

Operator

KERR-MCGEE OIL & GAS ONSHORE, LP

Well Name

STATE 1021-31M

API Number

43-047-39112-0

APD No 312

Field/Unit UNDESIGNATED

Location: 1/4,1/4 SWSW

Sec 31

10S Tw

Rng 21E

576 FSL 647 FWL

GPS Coord (UTM) 619598

4417195

Surface Owner

Participants

Floyd Bartlett (DOGM), Jim Davis (SITLA), Carroll Estes and Tony Keznic (Kerr McGee) and David Kay (Uintah Engineering and Land Surveying)

Regional/Local Setting & Topography

The general area is within the Love area of Natural Buttes in the upper Cottonwood Wash Drainage. The area is characterized by rolling hills and benches, which are frequently intersected by somewhat gentle draws, which flow into Cottonwood Wash. The draws are occasionally rimed with steep side hills, which have exposed sand stone bedrock cliffs along the rims. Cottonwood Wash is an ephemeral drainage, which drains northerly approximately 11 miles to the White River. No seeps, springs or streams exist in the area. An occasional pond collecting runoff for livestock and antelope occurs.

This location is approximately 17 miles southeast of Ouray, Utah and is accessed by the Seep Ridge Road then by existing or planned oil field development roads to within 0.1 miles of the proposed site. Up-grading of an existing two-track will be needed from this point.

The proposed location is in a gentle, nearly flat swale that has a slight slope to the east and north. Shallow drainages intersect each end of the location and are planned for diversions. The location is immediately west of a surface 16-inch pipeline. Activity will not interfere with the pipeline. The Love road is approximately 0.1 miles to the north.. The main stem of Cottonwood Wash is about 1.6 miles to the east

Both the surface and minerals are owned by SITLA.

Surface Use Plan

Current Surface Use

Grazing

Recreational

Wildlfe Habitat

New Road

Miles

Well Pad

Src Const Material

Surface Formation

0.1

Width 263

Length 350

Onsite

UNTA

Ancillary Facilities N

Waste Management Plan Adequate? Y

Environmental Parameters

Affected Floodplains and/or Wetland N

Flora / Fauna

Vegetation is a sparse desert shrub type. Horsebrush, curly mesquite, sagebrush, bud sage, halogeton, prickly pear, and spring annuals are present.

Antelope, cattle, rabbits, copees, and small mammals, birds and raptors.

Soil Type and Characteristics

Deep sandy loam with no surface rock.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diverson Required Y

Around both ends of the pad.

Berm Required? N

Erosion Sedimentation Control Required? N

Paleo Survey Run? Y Paleo Potental Observed? N Cultural Survey Run? N Cultural Resources?

Reserve Pit

Site-Specific Factors		Site I	Ranking		
Distance to Groundwater (feet)	>200		0		
Distance to Surface Water (feet)	>1000		0		
Dist. Nearest Municipal Well (ft)	>5280		0		
Distance to Other Wells (feet)	300 to 1320		10		
Native Soil Type	Mod permeability	•	10		
Fluid Type	Fresh Water		5		
Drill Cuttings	Normal Rock		0		
Annual Precipitation (inches)	<10		0		
Affected Populations	<10		0		
Presence Nearby Utility Conduits	Not Present		0		
		Final Score	25	1	Sensitivity Level

Characteristics / Requirements

The proposed reserve pit is 100' x 150' x 10' deep located in a cut on the southeast corner of the location. A 20 mil liner with a felt sub-liner is planned by Kerr McGee.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 16 Pit Underlayment Required? Y

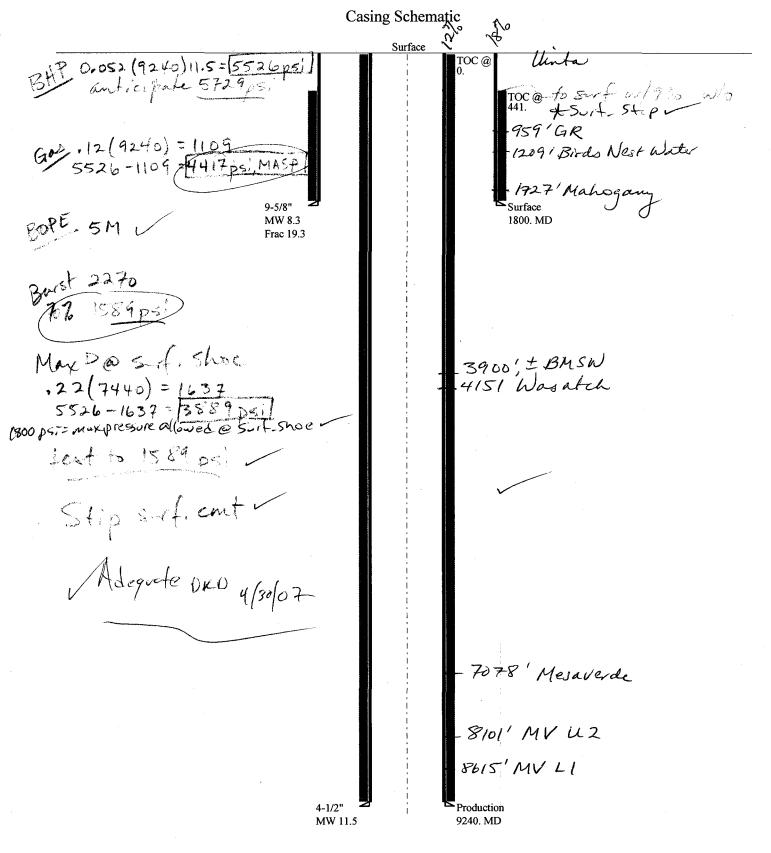
Other Observations / Comments

Ben Williams representing the UDWR was not at the pre-site but stated the previous day that all the remaining locations in the area were classified as yearlong critical habitat for antelope. He stated that the lack of water not forage is the limiting factor affecting the herd in the area. He recommended no restrictions for antelope. No other wildlife is expected to be significantly affected. He gave Jim Davis of SITLA and Carroll Estes of Kerr McGee a copy of his wildlife evaluation and a UDWR recommended seed mix to be used when re-vegetating the locations.

ATV's were used to access the site.

Evaluator	Date / Time
Floyd Bartlett	4/5/2007

2007-04 Kerr McGee State 1021-31M



Well name:

2007-04 Kerr McGee State 1021-31M

Operator:

Kerr McGee Oil & Gas Onshore L.P.

8.300 ppg

String type:

Surface

Design is based on evacuated pipe.

Project ID:

43-047-39112

Location:

Collapse

Uintah County, Utah

Minimum design factors:

Collapse: Design factor

Environment:

H2S considered? Surface temperature: No 75 °F

Bottom hole temperature: Temperature gradient:

100 °F 1.40 °F/100ft

Minimum section length: 1,400 ft

Burst:

Design factor

1.00

1.80 (J)

1,581 ft

1.125

Cement top:

441 ft

Burst

Max anticipated surface

No backup mud specified.

pressure:

Design parameters:

Mud weight:

1,584 psi

Internal gradient: Calculated BHP

0.120 psi/ft 1,800 psi

Tension:

8 Round STC:

Neutral point:

1.80 (J) 8 Round LTC: 1.60 (J) Buttress: 1.50 (J) Premium:

Body yield:

1.50 (B) Tension is based on buoyed weight. Re subsequent strings:

Next setting depth: Next mud weight:

Next setting BHP:

Non-directional string.

9,240 ft 11.500 ppg 5,520 psi

Fracture mud wt: Fracture depth: Injection pressure: 19.250 ppg 1,800 ft 1,800 psi

Run	Segment		Nominal		End	True Vert	Measured	Drift	Internal
Seq	Length (ft)	Size (in)	Weight (lbs/ft)	Grade	Finish	Depth (ft)	Depth (ft)	Diameter (in)	Capacity (ft³)
1	1800	9.625	32.30	H-40	ST&C	1800	1800	8.876	795.3
Run	Collapse	Collapse	Collapse	Burst	Burst	Burst	Tension	Tension	Tension
Seq	Load (psi)	Strength (psi)	Design Factor	Load (psi)	Strength (psi)	Design Factor	Load (Kips)	Strength (Kips)	Design Factor
1	776	1370	1.765	1800	2270	1.26	51	254	4.98 J

Prepared

Helen Sadik-Macdonald

Div of Oil, Gas & Minerals

Phone: (801) 538-5357 FAX: (801) 359-3940

Date: April 23,2007 Salt Lake City, Utah

Collapse is based on a vertical depth of 1800 ft, a mud weight of 8.3 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Well name:

2007-04 Kerr McGee State 1021-31M

Operator:

Kerr McGee Oil & Gas Onshore L.P.

String type:

Production

Project ID:

43-047-39112

Location:

Uintah County, Utah

Minimum design factors: **Environment:**

Collapse

Mud weight: Design is based on evacuated pipe.

Design parameters:

11.500 ppg

Collapse: Design factor

1.125

H2S considered?

Surface temperature:

No 75 °F

Bottom hole temperature:

204 °F

Temperature gradient: Minimum section length: 1,500 ft

Non-directional string.

1.40 °F/100ft

Burst:

Design factor

1.00

Cement top:

Surface

<u>Burst</u>

Max anticipated surface

No backup mud specified.

pressure:

3,487 psi

Internal gradient: Calculated BHP

0.220 psi/ft 5,520 psi

Tension:

1.80 (J) 8 Round STC: 8 Round LTC: 1.80 (J)

Buttress:

1.60 (J) 1.50 (J) Premium:

1.50 (B) Body yield:

Tension is based on buoyed weight. 7,652 ft

Neutral point:

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (lbs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Internal Capacity (ft³)
1	9240	4.5	11.60	I-80	LT&C	9240	9240	3.875	806.3
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (Kips)	Tension Strength (Kips)	Tension Design Factor
1	5520	6360	1.152	5520	7780	1.41	89	212	2.39 J

Prepared

Helen Sadik-Macdonald

by: Div of Oil, Gas & Minerals

Phone: (801) 538-5357

FAX: (801) 359-3940

Date: April 23,2007 Salt Lake City, Utah

Collapse is based on a vertical depth of 9240 ft, a mud weight of 11.5 ppg The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

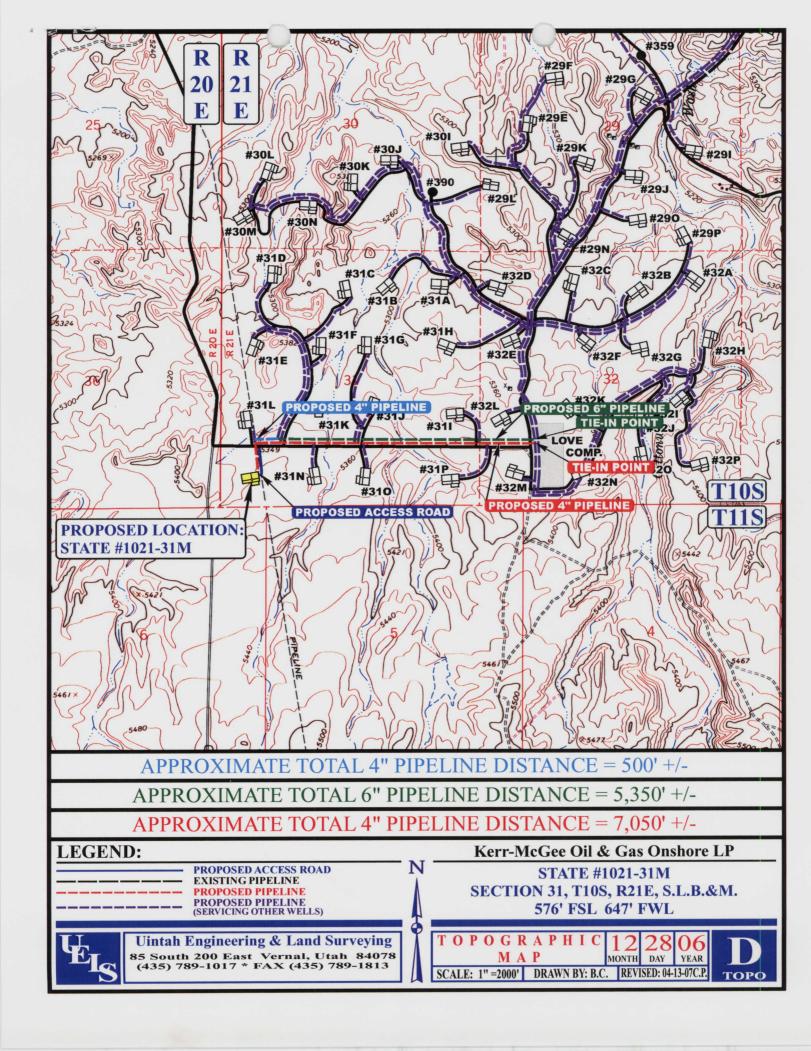
Burst strength is not adjusted for tension.

STATE OF UTAH

DEPARTMENT OF NATURAL RESOUF DIVISION OF OIL, GAS AND MII		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22794
SUNDRY NOTICES AND REPORTS	S ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below curr drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL fo	rent bottom-hole depth, reenter plugged wells, or to orm for such proposals.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL GAS WELL . OTHER_		8. WELL NAME and NUMBER: STATE 1021-31M
2. NAME OF OPERATOR: KERR McGEE OIL AND GAS ONSHORE LP		9. API NUMBER: 43.047.39 112
3. ADDRESS OF OPERATOR: 1368 SOUTH 1200 EAST VERNAL UT	84078 PHONE NUMBER: (435) 781-7003	10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 576' FSL 647' FWL, LOT 4	-	COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SWSW 31 10S 2	1E	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
NOTICE OF INTENT	DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate) ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start: CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON
CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR
CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL
(Submit Original Form Only) CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF
Date of work completion: COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF WELL SITE	OTHER:
CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION	
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all p	pertinent details including dates, depths, volume	es, etc.
An onsite was conducted on 4/5/07 with the Division of Oil, decided to change the proposed pipeline from a 4" pipeline and 500' +/-, and a 6" pipeline approximately 5,350' +/ Please refer to the attached Topo D.	, Gas and Mining Representative e approximately 1,207 +/- to two 4	and SITLA Representative. It was "pipelines approximately 7,050' +/-
	Oil, For	Accepted by the Itah Division of Gas and Mining Record Only
NAME (PLEASE PRINT) Ramey Hoopes	TITLE Land Specialist I	
SIGNATURE (MILL)	DATE 4/18/2007	
(This space for State use only)		HECEIVED

APR 2 3 2007

(This space for State use only)



From:

Ed Bonner

To:

Mason, Diana

Date:

6/7/2007 4:43 PM

Subject:

Well Clearance

CC:

Davis, Jim; Garrison, LaVonne; Hill, Brad; Hunt, Gil

The following wells have been given cultural resources clearance by the Trust Lands Cultural Resources Group:

Enduring Resources, LLC

Coyote Basin 8-25-11-16 (API 43 047 39189)

EOG Resources, Inc.

NBU 635-12E (API 43 047 39190)

NBU 636-12E (API 43 047 39191)

NBU 632-12E (API 43 047 39192)

NBU 633-12E (API 43 047 39193)

NBU 634-12E (API 43 047 39194)

Kerr McGee Oil & Gas Onshore LP

NBU 1022-25B (API 43 047 39032)

NBU 1022-25G (API 43 047 39142)

NBU 1021-31A (API 43 047 39111)

State 1021-31M (API 43 047 39112)

State 1021-31E (API 43 047 39113)

State 1021-31D (API 43 047 39114)

State 1021-31C (API 43 047 39115)

NBU 1021-31B (API 43 047 39116) State 1021-31P (API 43 047 39117)

State 1021-31L (API 43 047 39118)

State 1021-31N (API 43 047 39119)

State 1021-310 (API 43 047 39120)

State 1021-31I (API 43 047 39121)

State 1021-31J (API 43 047 39122)

State 1021-31K (API 43 047 39123)

State 1021-31F (API 43 047 39124)

State 1021-31G (API 43 047 39125)

State 1021-31H (API 43 047 39126)

If you have any questions regarding this matter please give me a call.



Lieutenant Governor

State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

June 12, 2007

Kerr-McGee Oil & Gas Onshore, LP 1368 South 1200 East Vernal, UT 84078

Re:

State 1021-31M Well, 576' FSL, 647' FWL, SW SW, Sec. 31, T. 10 South, R. 21 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39112.

Sincerely,

Gil Hunt

Associate Director

Stip The

er Enclosures

cc:

Uintah County Assessor

SITLA



Operator:	Kerr-McGee Oil & Gas Onshore, LP
Well Name & Number_	State 1021-31M
API Number:	43-047-39112
Lease:	ML 22794
Location: SW SW	Sec. 31 T. 10 South R. 21 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following action during drilling of this well:

- 24 hours prior to cementing or testing casing contact Dan Jarvis
- 24 hours prior to testing blowout prevention equipment contact Dan Jarvis
- 24 hours prior to spudding the well contact Carol Daniels
- Within 24 hours of any emergency changes made to the approved drilling program – contact Dustin Doucet
- Prior to commencing operations to plug and abandon the well contact Dan Jarvis

The operator is required to get approval from the Division of Oil, Gas and Mining before performing any of the following actions during the drilling of this well:

- Plugging and abandonment or significant plug back of this well contact Dustin Doucet
- Any changes to the approved drilling plan contact Dustin Doucet

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voice mail message if the person is not available to take the call):

Dan Jarvis at:

(801) 538-5338 office

(801) 942-0873 home

• Carol Daniels at:

(801) 538-5284 office

• Dustin Doucet at:

(801) 538-5281 office

(801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

Page 2 43-047-39112 June 12, 2007

- 4. Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, historical, or paleontological remains. Should archeological, historical or paleontological remains be encountered during your operations, you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.
- 5. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)
- 6. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 7. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.
- 8. Surface casing shall be cemented to the surface.

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Con	mpany:	KERR-McGEE OIL & GAS ONSHORE, LP					
Well Name:		STATE 10	021-31M				
Api No:	43-047-391	12	Lease Type:_	STATE			
Section 31	Township	10S Range	21E County_	UINTAH			
Drilling Cor	ntractor	PETE MARTI	N DRILLING	RIG# <u>RATHOLE</u>			
SPUDDE	D:						
	Date	10/30/07					
	Time	5:00 PM					
	How	DRY					
Drilling wi	ill Commend	e:					
Reported by		LOU WELD	OON				
Telephone #		(435) 828-70)35				
Date	10/31/07	Signed	I <u>CHD</u>				

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES

Į.	DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22794
SUNDRY	NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
drill horizontal la	ew wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to terals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL	GAS WELL OTHER	8. WELL NAME and NUMBER: STATE 1021-31M
2. NAME OF OPERATOR: KERR McGEE OIL & GAS	ONSHORE LP	9. API NUMBER: 4304739112
3. ADDRESS OF OPERATOR: 1368 SOUTH 1200 EAST	VERNAL STATE UT ZIP 84078 PHONE NUMBER: (435) 781-7024	10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 576'FS		COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHIP, RAN		STATE: UTAH
11. CHECK APPE	ROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA
MIRU PETE MARTIN BUG W/28 SX READY MIX.	ALTER CASING FRACTURE TREAT CASING REPAIR NEW CONSTRUCTION CHANGE TO PREVIOUS PLANS OPERATOR CHANGE CHANGE TUBING PLUG AND ABANDON CHANGE WELL NAME PLUG BACK CHANGE WELL STATUS PRODUCTION (START/RESUME) COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION CKET RIG. DRILLED 20" CONDUCTOR HOLE TO 40'. RAN 14' ON 10/30/2007 AT 1700 HRS.	mes, etc.
NAME (PLEASE PRINT) SHEILA U	PCHEGO TITLE SENIOR LAND DATE 10/31/2007	ADMIN SPECIALIST
This space for State use only)		Promi

RECEIVED

NOV 0 2 2007

STATE OF UTAH

VERNAL

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING 5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22794 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: SUNDRY NOTICES AND REPORTS ON WELLS 7. UNIT or CA AGREEMENT NAME: Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. 8. WELL NAME and NUMBER: OIL WELL GAS WELL 7 OTHER STATE 1021-31M Q APINIUMBER 4304739112 KERR McGEE OIL & GAS ONSHORE LP PHONE NUMBER: 10. FIELD AND POOL, OR WILDCAT: STATE UT ₂₁₀ 84078 NATURAL BUTTES (435) 781-7024

4. LOCATION OF WELL COUNTY: UINTAH FOOTAGES AT SURFACE: 576'FSL, 647'FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SWSW 31 10S 21E STATE: **UTAH** CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 11. TYPE OF ACTION TYPE OF SUBMISSION ACIDIZE DEEPEN REPERFORATE CURRENT FORMATION NOTICE OF INTENT (Submit in Duplicate) ALTER CASING FRACTURE TREAT SIDETRACK TO REPAIR WELL Approximate date work will start: CASING REPAIR **NEW CONSTRUCTION** TEMPORARILY ABANDON CHANGE TO PREVIOUS PLANS OPERATOR CHANGE TUBING REPAIR CHANGE TUBING PLUG AND ABANDON VENT OR FLARE SUBSEQUENT REPORT WATER DISPOSAL CHANGE WELL NAME PLUG BACK (Submit Original Form Only) WATER SHUT-OFF CHANGE WELL STATUS PRODUCTION (START/RESUME) Date of work completion: RECLAMATION OF WELL SITE OTHER: SET SURFACE CSG COMMINGLE PRODUCING FORMATIONS CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

MIRU BILL MARTIN AIR RIG ON 11/06/2007. DRILLED 12 1/4" SURFACE HOLE TO 1870'. RAN 9 5/8" 41 JTS OF 32.3# H-40 AND 2 JTS OF 36# J-55 SURFACE CSG. LEAD CMT W/150 SX HIFILL CLASS G @11.0 PPG 3.82 YIELD. TAILED CMT W/200 SX PREM CLASS G @15.8 PPG 1.15 YIELD. GOOD RETURNS. RAN 200' OF 1" PIPE. CMT W/75 SX PREM CLASS G @15.8 PPG 1.15 YIELD. TOP OUT W/100 SX PREM CLASS G @15.8 PPG 1.15 YIELD. DOWN BACKSIDE GOOD CMT TO SURFACE HOLE STAYED FULL.

WORT.

1 TYPE OF WELL

2. NAME OF OPERATOR:

3. ADDRESS OF OPERATOR:

1368 SOUTH 1200 EAST

RECEIVED NOV 2 0 2007

DIV. OF OIL, GAS & MINING

NAME (PLEASE PRINT) SHEILA UPCHEGO	TITLE	SENIOR LAND ADMIN SPECIALIST
SIGNATURE MILLIAM MILLIAM SIGNATURE	DATE	11/12/2007

(This space for State use only)

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER:
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: STATE 1021-31M
2. NAME OF OPERATOR: KERR McGEE OIL & GAS ONSHORE LP	9. API NUMBER: 4304739112
3. ADDRESS OF OPERATOR: 1368 SOUTH 1200 EAST CITY VERNAL STATE UT ZIP 84078 PHONE NUMBER: (435) 781-7024	10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 576'FSL, 647'FWL	COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SWSW 31 10S 21E	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION	·
NOTICE OF INTENT	REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	SIDETRACK TO REPAIR WELL
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON
CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR
CHANGE TUBING PLUG AND ABANDON SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK	VENT OR FLARE
(Submit Original Form Only)	WATER DISPOSAL
Date of work completion: CHANGE WELL STATUS PRODUCTION (START/RESUME)	WATER SHUT-OFF
COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	OPERATIONS
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volur FINISHED DRILLING FROM 1870' TO 9120' ON 11/27/2007. RAN 4 1/2" 11.6# I-80 PRO SX PREM LITE II @11.0 PPG 3.38 YIELD. TAILED CMT W/1160 SX 50/50 POZ @14.3 PLUC DISPLACE W/141 BBLS WATER BUMP PLUG W/500 OVER FINAL CIRC 2680 PSI PLUC DURING JOB GOT BACK 7 BBLS MUD CLEAN TO PIT (NO CMT). SET CSG HANGER & HANGER TO 5000 PSI & SET 85K ON HANGER CLEAN AND WASH OUT MUD TANKS.	DUCTION CSG. LEAD CMT W/270 PG 1.31 YIELD. DROP PLUG AND G HELD HAD FULL RETURNS & L/D LANDING & TESTED
RELEASED ENSIGN RIG 83 ON 11/28/2007 AT 1800 HRS.	
	RECEIVED
	DEC 1 4 2007
	DIV. OF OIL, GAS & MINING
	And the same of th
NAME (PLEASE PRINT) SHEILA UPCHEGO	ADMIN SPECIALIST
SIGNATURE ////////////////////////////////////	
(This space for State use only)	

	FORM 9		
*	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22794	
SUNDRY	NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for proposals to drill n drill horizontal la	ew wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to terals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:	
1. TYPE OF WELL OIL WELL	GAS WELL OTHER	8. WELL NAME and NUMBER: STATE 1021-31M	
2. NAME OF OPERATOR: KERR McGEE OIL & GAS		9. API NUMBER: 4304739112	
	VERNAL STATE UT ZIP 84078 PHONE NUMBER: (435) 781-7024	10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 576'FS	SL, 647'FWL	COUNTY: UINTAH	
QTR/QTR, SECTION, TOWNSHIP, RAN	GE, MERIDIAN: SWSW 31 10S 21E	STATE: UTAH	
11. CHECK APPF	ROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	RT, OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION		
NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start:	ACIDIZE DEEPEN ALTER CASING FRACTURE TREAT CASING REPAIR NEW CONSTRUCTION CHANGE TO PREVIOUS PLANS DEEPEN DEEPEN FRACTURE TREAT NEW CONSTRUCTION OPERATOR CHANGE	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL TEMPORARILY ABANDON TUBING REPAIR	
SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion:	CHANGE TUBING PLUG AND ABANDON CHANGE WELL NAME PLUG BACK CHANGE WELL STATUS PRODUCTION (START/RESUME) COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	VENT OR FLARE WATER DISPOSAL WATER SHUT-OFF ✓ OTHER: PRODUCTION START-UP	
	OMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volume carried to the control of the control		
PLEASE REFER TO THE	ATTACHED CHRONOLOGICAL WELL HISTORY.		
	· !	RECEIVED FEB 2 5 2008 DE OIL, GAS & MINING	

(This space for State use only)

SHEILA UPCHEGO

TITLE SENIOR LAND ADMIN SPECIALIST

2/4/2008



Anadarko Petroleum Corporation 1368 S. 1200 East Vernal, UT 84078

CHRONOLOGICAL WELL HISTORY

STATE 1021-31M LOCATION SWSW SEC.31, T10S, R21E

DATE 10/08/07	ACTIVITY LOCATION STARTED	ENSIGN 83	STATUS
10/29/07	LOCATION COMPLETED	ENSIGN 83	P/L IN, WOBR
11/15/07	TD: 1870' Csg. 9 5/8" @ 1 RDRT and move to State 1021-		
11/16/07		916' MW: 9.8 and drill FE. Rotary spi	SD: 11/15/07 DSS: 1 ud @ 21:30 on 11/15/07 Drill from 1870'-
11/19/07	TD: 4970' Csg. 9 5/8" @ 1 Drill from 2424'-3657'. Trip for c		
11/20/07	TD: 5727' Csg. 9 5/8" @ 1 Drill from 4970'-5298'. TFNB ar	916' MW: 10.2 nd MM. Drill to 5727'. D	
11/21/07	TD: 6350' Csg. 9 5/8" @ 1 Drill from 5727'-6350'. DA.	916' MW: 10.2	SD: 11/15/07 DSS: 6
11/22/07	TD: 6775' Csg. 9 5/8" @ 1 Drill from 6350'-6434'. TFNB. D		SD: 11/15/07 DSS: 7
11/23/07	TD: 7200' Csg. 9 5/8" @ 1 Drill from 6775'-7200'. DA.	916' MW: 10.5	SD: 11/15/07 DSS: 8
11/26/07	TD: 8707' Csg. 9 5/8" @ 1 Drill from 7200'-8422'. TFNB. [SD: 11/15/07 DSS: 11
11/27/07	TD: 9120' Csg. 9 5/8" @ 1 Drill from 8707'-9120' TD. Short		SD: 11/15/07 DSS: 12 . Run Triple Combo @ report time.
11/28/07		916' MW: 11.4 H for casing. LDDS. Ru	SD: 11/15/07 DSS: 13 in production casing @ report time.
11/29/07	TD: 9120' Csg. 9 5/8" @ 1 Run and cement 4 ½" production RDRT. Will move to State 1021	n casing. Land casing a	SD: 11/15/07 DSS: 14 nd release rig @ 1800 hrs 11/28/07.
01/23/08			RAL 1021-26L TO STATE 1021-31M, J TBG EQUIP, P/U 3-7/8 MILL W/ X

OVER, TALLEY & P/U 249 JNTS 2-3/8 J-55 TBG EOT @ 8056.45, POOH W/ 24 JNTS W/ EOT @ 6989.29, DRAIN EQUIP.

01/24/08 POOH

Days On Completion: 2

Remarks: DAY #2] 7:00 HSM OPNE WELL 0#, POOH W/ TBG & 3-7/8 MILL, R/D TBG EQUIP, N/D BOPE, N/U FRAC VALVES, MIRU B&C QUICK TEST, PRESSURE TEST CSG & FRAC VALVES TO 7500# [GOOD TEST] RIG DN TESTERS, DRAIN EQUIP, SWIFN. 3:00

01/25/08 Perf

Days On Completion: 3

Remarks: DAY #3] 7:00 HSM. MIRU CUTTERS WIRE LINE, P/U RIH W/ 3-3/8 EXP GUN, 23 GRM, 0.36" HOLE, PERF MESAVERDE 8975'-8978 4 SPF 12 HOLES, 8782'-8789' 4 SPF, 28 HOLES, POOH R/D WIRE LINE

01/28/08 Frac

Days On Completion: 6

Remarks: DAY #4] 7:00 HSM W/ WEATHERFORD FRAC & CUTTERS WIRE LINE PRE JOB. WEATHERFORD BLENDER BROKE DN & HAVING COMPUTER PROBLEMS. 11:30 SENT RIG CREW & CUTTERS HOME BE BACK READY TO PUMP & 7:00 A.M

01/29/08 Frac

Days On Completion: 7

Remarks: DAY #5] HOLD PRE JOB SAFETY MTG W/ WEATHERFORD.

STG #1] FRAC MESAVERDE 8975'-8978', 8782'-8789' WHP=1300#, BRK DN PERFS @ 4032#, INJT PSI=6000, INJT RT=50.5, ISIP=3259, FG=,81, PUMP'D 947 BBLS SLK/WTR W/ 27261# 30/50 MESH W/ 5000# RESIN COAT IN TAIL. ISIP=3009, FG=.78, AR=50.7, AP=4983, MR=51.3, MP=6859, NPI=-250 24/40 PERFS OPEN 61%.

STG #2] P/U RIH W/ 3-3/8 EXPEND PERF GUN, 23 GRM, 0.36" HOLE W/ BKR 8K CBP, SET CBP @ 8677' PERF MESAVERDE 8644'-8647' 3 SPF 9 HOLES, 8583'-8587' 3 SPF 12 HOLES, 8562'-8565' 3 SPF 9 HOLES, 8543'-8546' 4 SPF 12 HOLES [42 HOLES] WHP= 0#, BRK DN PERFS @ 4468#, INJT PSI=5330, INJT RT=51.1, ISIP=3447, FG=.84, PUMP'D 2192.2 BBLS SLKWTR W/ 77103# 30/50 MESH W/ 5000# RESIN COAT IN TAIL, ISIP=3263, FG=.82, AR=51.4, AP=5016, MR=51.8, MP=6099, NPI=-184, 42/42 PERS OPEN 100%

STG #3] P/U RIH W/ 3-3/8 EXPEND PERF GUN, 23 GRM, 0.36" HOLE W/ BKR 8K CBP, SET CBP @ 8028' PERF MESAVERDE 7993'-7998' 4 SPF 20 HOLES, 7824'-7831' 3 SPF 21 HOLES [41 HOLES] WHP= 0#, BRK DN PERFS @ 3734#, INJT PSI=5575, INJT RT=51.1, ISIP=2613, FG=.77, PUMP'D 657 BBLS SLK/WTR W/ 19617# 30/50 MESH W/ 5000# RESIN COAT IN TAIL, ISIP=3026, FG=.83, AR=52, AP=5070, MR=52.6, MP=6684, NPI=413, 25/41 PERS OEPN 61%.

STG #4] P/U RIH W/ 3-3/8 EXPEND PERF GUN, 23 GRM, 0.36" HOLE W/ BKR 8K CBP, STACKED OUT @ 6500" WORKED WIRE LINE, PUMP'D 10 BBLS PAST PERF GUN & PLUG @ 3 BPM [NO SUCCESS] TRIED FLOWING WELL BACK [NO SUCCESS] SET CBP @ 6490' POOH, L/D PERF GUN. R/D CUTTERS & WEATHERFORD FRAC EQUIP, BLED WELL OFF, N/D FRAC VALVE, N/U BOPE, R/U TBG EQUIP, P/U 3-7/8 BIT W/ POBS, RIH W/ 210 JNTS 2-3/8 TBG, TAG @ 6490' L/D 3 JNTS, PUT STRIPPING RUBBER IN, READY TO DRL IN A.M SWIFN. 6:30

01/30/08

Frac

Days On Completion: 8

Remarks: DAY #6] 6:30 HSM ON TRIPPING PIPE. OPEN WELL 0#, P/U RIH W/ 2 JNTS 2-3/8 TBG, P/U PWR SWVL, EST CIRC, DRL THROUGH BKR 8K CBP @ 6490' IN 10 MIN. 0# INCREASE, CONTINUE TO RIH TO 7736', R/D PWR SWVL, POOH W/ 149 JNTS TBG W/ 3-7/8 BIT & POBS. R/D TBG EQUIP, N/D BOPE, N/U FRAC VALVE, R/U CUTTERS & WEATHERFORD FRAC. P/U RIH W/ 3-3/8 PERF GUN W/ BKR 8K CBP RIH TAGGED UP @ 7700' PULLED UP TO 7680' WENT BACK DN STACKED OU @ 7690' COULD'NT GO DN OR UP, HOOKED UP WEATHERFORD, PUMP'D 35 BBLS FREED UP WIRE LINE POOH TO LOOK @ PLUG, PLUG LOOKED GOOD. HAD WEATHERFORD PUMP 38 BBLS @ 35 BPM. WIRE LINE WENT BACK IN HOLE DID NOT SEE ANYTHING.

STG #4] P/U RIH W/ 3-3/8 EXP PERF GUN 23 GRM, 0.36" HOLE & BKR 8K CBP, SET CBP @ 7741', PERF MESAVERDE 7705'-7711' 3 SPF 18 HOLES, 7684'-7692' 3 SPF 24 HOLES [42 HOLES] WHP=0#, BRK DN PERFS @ 4298', INJT PSI=4650, INJT RT=50.9, ISIP=2190, FG=.73 PUMP'D 1041 BBLS SLK/WTR W/ 34261# 30/50 MESH W/ 5000# RESIN COAT IN TAIL, ISIP=3258, FG=.87, AR=50.7, AP=4578, MR=51.3, MP=7061, NPI=1048, 28/42 PERFS OPEN 67%

STG #5] P/U RIH W/ 3-3/8 EXP PERF GUN 23 GRM, 0.36" HOLE & BKR 8K CBP, SET CBP @ 7602', PERF MESAVERDE 7561'-7572' 3 SPF 33 HOLES, 7428'-7431' 2 SPF 6 HOLES [39 HOLES] WHP=0#, BRK DN PERFS @ 6134', INJT PSI=5814, INJT RT=49.7, ISIP=2664, FG=.80 PUMP'D 1274 BBLS SLK/WTR W/ 40255# 30/50 MESH W/ 5000# RESIN COAT IN TAIL, ISIP=2630, FG=.79, AR=52, AP=5070, MR=52.6, MP=7343, NPI=-66, 24/39 PERFS OPEN 60%

STG #6] P/U RIH W/ 3-3/8 EXP PERF GUN 23 GRM, 0.36" HOLE & BKR 8K CBP, SET CBP @ 7344', PERF MESAVERDE 7311'-7314' 4 SPF 12 HOLES, 7256'-7259' 4 SPF 12 HOLES 7184'-7190' 3 SPF 18 HOLES [42 HOLES] WHP=0#, BRK DN PERFS @ 4823', INJT PSI=5096, INJT RT=50.6, ISIP=1937, FG=.71 PUMP'D 2170.6 BBLS SLK/WTR W/ 86415# 30/50 MESH W/ 5000# RESIN COAT IN TAIL, ISIP=2722, FG=.82, AR=50.9, AP=4221, MR=51.1, MP=6539, NPI=785, 24/42 PERFS OPEN 60%

02/02/08

FLOWBACK REPORT: CP 1600#, TP 775#, CK 20/64", 36 BWPH, LOAD REC'D 870 BBLS, REMAINING LTR 7512 BBLS
WENT ON SALES: @ 11:20 PM, 240 MCF, 700 TBG, 1700 CSG, 20/64 CK, 36 BBWH

02/03/08

FLOWBACK REPORT: CP 2250#, TP 900#, CK 20/64", 30 BWPH, LOAD REC'D 742 BBLS, REMAINING LTR 4770 BBLS **ON SALES:** 132 MCF, 0 BC, 720 BW, TP: 2250#, CP: 900#, 20/64 CHK, 24HRS, LP: 245#.

02/04/08

ON SALES: 544 MCF, 0 BC, 624 BW, TP: 875#, CP: 1875#, 20/64 CHK, 24HRS, LP: 251#.

RECEIVED FEB 2 5 2008

DIV. OF OIL, GAS & MINING

STATE OF UTAH AMENDED REPORT FORM 8 DEPARTMENT OF NATURAL RESOURCES (highlight changes) 5. LEASE DESIGNATION AND SERIAL NUMBER: DIVISION OF OIL, GAS AND MINING ML-22794 6. IF INDIAN, ALLOTTEE OR TRIBE NAME WELL COMPLETION OR RECOMPLETION REPORT AND LOG 1a. TYPE OF WELL: 7. UNIT or CA AGREEMENT NAME GAS WELL OTHER b. TYPE OF WORK: 8. WELL NAME and NUMBER: DIFF. RESVR. WELL 🔽 RE-ENTRY **STATE 1021-31M** OTHER 2. NAME OF OPERATOR: 9. API NUMBER: KERR McGEE OIL & GAS ONSHORE LP 4304739112 3. ADDRESS OF OPERATOR: PHONE NUMBER: 10 FIELD AND POOL, OR WILDCAT STATE UT ZIP 84078 1368 S 1200 E (435) 781-7024 **NATURAL BUTTES** CITY VERNAL 4. LOCATION OF WELL (FOOTAGES) 11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: AT SURFACE: 576'FSL, 647'FWL LOT 4 SWSW 31 10S 21E AT TOP PRODUCING INTERVAL REPORTED BELOW: 12. COUNTY 13. STATE AT TOTAL DEPTH: **UTAH UINTAH** 14. DATE SPUDDED: 15. DATE T.D. REACHED: 16. DATE COMPLETED: 17. ELEVATIONS (DF, RKB, RT, GL): READY TO PRODUCE 🗸 ABANDONED 10/30/2007 11/27/2007 2/2/2008 5360'GL 19. PLUG BACK T.D.: MD 9,055 18. TOTAL DEPTH: DEPTH BRIDGE MD 9.120 MD 20. IF MULTIPLE COMPLETIONS, HOW MANY? PLUG SET: TVD TVD 22. TYPE ELECTRIC AND OTHER MECHANICAL LOGS RUN (Submit copy of each) ио 🔽 WAS WELL CORED? YES CBL-CCL-GR, SP/DSN/HRI, (Submit analysis) ио 🔽 WAS DST RUN? YES (Submit report) DIRECTIONAL SURVEY? NO 🗸 YES (Submit copy) 24. CASING AND LINER RECORD (Report all strings set in well) STAGE CEMENTER CEMENT TYPE & SLURRY HOLE SIZE SIZE/GRADE WEIGHT (#/ft) TOP (MD) BOTTOM (MD) CEMENT TOP ** AMOUNT PULLED DEPTH NO. OF SACKS VOLUME (BBL) 20" 36.7# 14" STL 40 28 12 1/4" 32.3# 36# 9 5/8 H-40 1.870 525 7 7/8" 4 1/2 1-80 11.6# 9,120 1430 25. TUBING RECORD PACKER SET (MD) DEPTH SET (MD) PACKER SET (MD) SIZE DEPTH SET (MD) SIZE DEPTH SET (MD) PACKER SET (MD) SIZE 2 3/8" 8,020 26. PRODUCING INTERVALS 27. PERFORATION RECORD FORMATION NAME TOP (MD) BOTTOM (MD) TOP (TVD) BOTTOM (TVD) INTERVAL (Top/Bot - MD) SIZE NO. HOLES PERFORATION STATUS (A) MESAVERDE 7.314 8.978 7.314 8.978 0.36 246 Squeezed (B) Open Squeezed (C) Open Squeezed (D) Open Squeezed 28. ACID, FRACTURE, TREATMENT, CEMENT SQUEEZE, ETC. DEPTH INTERVAL AMOUNT AND TYPE OF MATERIAL 7314'-8978' PMP 8282 BBLS SLICK H2O & 284,912# 30/50 SD 29. ENCLOSED ATTACHMENTS: 30. WELL STATUS: DST REPORT DIRECTIONAL SURVEY ELECTRICAL/MECHANICAL LOGS GEOLOGIC REPORT

(CONTINUED ON BACK)

CORE ANALYSIS

SUNDRY NOTICE FOR PLUGGING AND CEMENT VERIFICATION

(5/2000)

OTHER:

RECEIVED

PROD

MAR 0 3 2008

34 INITIAL PRODUCTION

INTERVAL A (As shown in item #26)

31. INITIAL PRO	DUCTION				INI	ERVAL A (AS SNO	wn in item #26)				
DATE FIRST PRO	ODUCED:	TEST DA	ATE:		HOURS TESTED	D:	TEST PRODUCTIO	N OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
2/2/2008		2/7/2	2008		2	24	RATES: →	0	759	480	FLOWING
CHOKE SIZE:	TBG. PRES	1		API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTIO	I	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:
20/64	574	1,2	16			<u> </u>	RATES: →	0	759	480	PROD
					INT	ERVAL B (As sho	wn in item #26)				
DATE FIRST PRO	ODUCED:	TEST DA	ATE:		HOURS TESTED):	TEST PRODUCTIO RATES: →	OIL – BBL:	GAS – MCF:	WATER – BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRES	S. CSG. PF	RESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	ON OIL - BBL:	GAS – MCF:	WATER - BBL:	INTERVAL STATUS:
					INT	ERVAL C (As sho	wn in item #26)				
DATE FIRST PRO	ODUCED:	TEST DA	ATE:		HOURS TESTED);	TEST PRODUCTIO RATES: →	N OIL-BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRES	S. CSG. PF	RESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	ON OIL – BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:
	·				INTI	ERVAL D (As sho	wn in item #26)				
DATE FIRST PRO	DATE FIRST PRODUCED: TEST DATE:			HOURS TESTED:		TEST PRODUCTIO RATES: →	N OIL - BBL:	GAS MCF:	WATER - BBL:	PROD. METHOD:	
CHOKE SIZE:	TBG. PRES	S. CSG. PR	RESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	ON OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS:
32. DISPOSITIO	N OF GAS (S	Sold, Used for I	Fuel, Ven	ted, Etc.)	· · · · · · · · · · · · · · · · · · ·				<u> </u>		_ I
33. SUMMARY (OF POROUS	ZONES (Includ	le Aquife	rs):		• • • • • • • • • • • • • • • • • • • •		34. FORMATION	(Log) MARKERS:		
Show all importar tested, cushion us					als and all drill-stem recoveries.	tests, including de	epth interval				
Formatio	'n	Top (MD)	Bott (MI		Descript	tions, Contents, etc	:. :		Name		Top (Measured Depth)
WASATCH MESAVER		4,146 7,175	7,1	75							
			1	ı						1	

35. ADDITIONAL REMARKS (Include plugging procedure)

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records.

NAME (PLEASE PRINT) SHEILA UPCHEGO

TITLE SENIOR LAND ADMIN SPECIALIST

DATE 2/25/2008

SIGNATURE // / // // //

This report must be submitted within 30 days of

- completing or plugging a new well
- · drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth
- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests

Send to:

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

Phone: 801-538-5340

Fax: 801-359-3940

^{*} ITEM 20: Show the number of completions if production is measured separately from two or more formations.

^{**} ITEM 24: Cement Top - Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

STATE OF UTAH

(5/2000)

APPROVED BY THE STATE OF UTAH DIVISION OF	RECEIVED
SIGNATURE // // // // DATE 10/6/2008	
NAME (PLEASE PRINT) SHEILA UPCHEGO TITLE REGULATORY	ANALYST
	COPY SENT TO OPERATOR Date: 10.23.2008 Initials: KS
THE OPERATOR REQUESTS AUTHORIZATION TO RECOMPLETE THE SUBJECT WEL PROPOSES TO RECOMPLETE THE WASATCH FORMATION. THE OPERATOR REQUI COMMINGLE THE NEWLY WASATCH FORMATION, ALONG WITH THE EXISTING MES PLEASE REFER TO THE ATTACHED RECOMPLETION PROCEDURE.	LL LOCATION. THE OPERATOR ESTS AUTHORIZATION TO
DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volume	nes, etc.
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION OPERATOR CHANGE CHANGE TO PREVIOUS PLANS OPERATOR CHANGE CHANGE TUBING PLUG AND ABANDON CHANGE WELL NAME PLUG BACK CHANGE WELL STATUS PRODUCTION (START/RESUME) COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	TEMPORARILY ABANDON TUBING REPAIR VENT OR FLARE WATER DISPOSAL WATER SHUT-OFF OTHER:
✓ NOTICE OF INTENT (Submit in Duplicate) ACIDIZE □ DEEPEN □ ACTURE TREAT □ FRACTURE TREAT	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA
FOOTAGES AT SURFACE: 576'FSL, 647'FWL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SWSW 31 10S 21E	COUNTY: UINTAH STATE: UTAH
1368 SOUTH 1200 EAST CITY VERNAL STATE UT 21P 84078 (435) 781-7024 4. LOCATION OF WELL	NATURAL BUTTES
2. NAME OF OPERATOR: KERR McGEE OIL & GAS ONSHORE LP 3. ADDRESS OF OPERATOR: IPHONE NUMBER:	9. API NUMBER: 4304739112 10. FIELD AND POOL, OR WILDCAT:
drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. 1. TYPE OF WELL GAS WELL OTHER	8. WELL NAME and NUMBER: STATE 1021-31M
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to	IF INDIAN, ALLOTTEE OR TRIBE NAME: UNIT or CA AGREEMENT NAME:
DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22794
DEPARTMENT OF NATURAL RESOURCES	

BY: DV What see Instructions on Reverse Side)

H For recompletion work only - Application for DIV. OF OIL, GAS & MINING

Comminging shall be submitted and applicated in accordance with 12649-3-22 prior tole maningling

<u>Name:</u> State 1021-31M

Location: SWSW-Section 31-T10S-R21E

Uintah County, UT

Date:

September 2, 2008

ELEVATIONS:

5360 GL

5377 KB

TOTAL DEPTH:

9112

PBTD: 9067

SURFACE CASING: PRODUCTION CASING:

9 5/8", 36# J-55 ST&C @ 1854' 4 1/2", 11.6#, I-80 LT&C @ 9112'

Marker Joint 4073'-4094'

TUBULAR PROPERTIES:

	BURST	COLLAPSE	DRIFT DIA.	CAPACITIES	
	(psi)	(psi)	(in.)	(bbl/ft)	(gal/ft)
2 3/8" 4.7# J-55	7,700	8,100	1.901"	0.00387	0.1624
tbg		1			
4 ½" 11.6# I-80	7780	6350	3.875"	0.0155	0.6528
(See above)					
2 3/8" by 4 ½"				0.0101	0.4227
Annulus					

TOPS:

959' Green River

1542' Mahogany

4146' Wasatch

7068' Mesaverde

CBL indicates good cement bond below 3150'

GENERAL:

- A minimum of 13 tanks (cleaned lined 500 bbl) of **fresh** water will be required. Note: Use biocide in tanks and the water needs to be at least 65°F-75°F at pump time.
- All perforation depths are from Halliburtons Induction-Density-Neutron log dated 11/27/07
- 5 fracturing stages required for coverage.
- Procedure calls for 6 CBP's (8000 psi).
- Calculate open perforations after each breakdown. If less than 60% of the perforations appear to be open, ball out with 15% HCl.
- Put scale inhibitor 3 gals/1000 gals (in pad and ½ the ramp) and 10 gals/1000 gals in all flushes except the final stage. Remember to pre-load the casing with scale inhibitor for the very first stage with 10 gpt.
- 20/40 mesh Ottawa sand, Gel frac.
- Maximum surface pressure 6200 psi.
- Flush volumes are the sum of slick water and acid used during displacement (include scale inhibitor as mentioned above). DO NOT OVERDISPLACE. Stage acid and scale inhibitor if necessary to cover the next perforated interval.
- Service companies need to provide surface/production annulus pop-offs to be set for 1500 psi for each frac.
- Pump 16/30 resin coated sand last 5,000# of all frac stages

- Tubing Currently Landed @~8020'
- Originally completed on 1/29/08

Existing Perforations:

PERFORATIONS					
Formation (Bench)	<u>Top</u>	<u>Btm</u>	<u>spf</u>	Shots	<u>Date</u>
MESA VERDE	7184	7190	3	18	01/28/2008
MESA VERDE	7256	7259	4	12	01/28/2008
MESA VERDE	7311	7314	4	12	01/28/2008
MESA VERDE	7428	7431	2	, 6	01/28/2008
MESA VERDE	7561	7572	3	33	01/28/2008
MESA VERDE	7684	7692	3	24	01/28/2008
MESA VERDE	7705	7711	3	18	01/28/2008
MESA VERDE	7824	7831	3	21	01/28/2008
MESA VERDE	7993	7998	4	20	01/28/2008
MESA VERDE	8543	8546	4	12	01/28/2008
MESA VERDE	8562	8565	3	9	01/28/2008
MESA VERDE	8583	8587	3	12	01/28/2008
MESA VERDE	8644	8647	3	9	01/28/2008
MESA VERDE	8782	8789	4	28	01/28/2008
MESA VERDE	8975	8978	4	12	01/28/2008

PROCEDURE:

- 1. MIRU. Control well with fresh water and biocide as required. ND WH, NU BOP's and test.
- 2. TOOH with 2-3/8", 4.7#, J-55 tubing (currently landed at ~8020'). Visually inspect for scale and consider replacing if needed.
- 3. If the looks ok consider running a gauge ring to 7170' (50' below proposed CBP). Otherwise P/U a mill and C/O to 7170' (50' below proposed CBP).
- 4. Set 8000 psi CBP at $\sim 7120^{\circ}$. Pressure test BOP and casing to 6000 psi.
- 5. Perf the following with 3-3/8" gun, 23 gm, 0.36"hole:

Zone	From	To	spf	# of shots
WASATCH	7080	7090	4	40
# of Perfs/stage	e			40

- 6. Breakdown perfs and establish injection rate (<u>include scale inhibitor in fluid</u>). Fracture as outlined in Stage 1 on attached listing. Under-displace to ~7030' and trickle 250gal 15%HCL w/ scale inhibitor in flush.
- 7. Set 8000 psi CBP at ~6838'. Perf the following 3-3/8" gun, 23 gm, 0.36"hole:

 Zone From To spf # of shots

Zone	From	To	spt	# of shots
WASATCH	6734	6740	4	24
WASATCH	6804	6808	4	16
# of Perfs/stage				40

- 8. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 2 on attached listing. Under-displace to ~6684' and trickle 250gal 15%HCL w/ scale inhibitor in flush. Note: Stage has tight spacing.
- 9. Set 8000 psi CBP at ~6662'. Perf the following with 3-3/8" gun, 23 gm, 0.36" hole:

Zone	From	To	spf	# of shots
WASATCH	6432	6436	3	12
WASATCH	6520	6524	3	12
WASATCH	6626	6632	3	18
# of Perfs/stag	e			42

- 10. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 3 on attached listing. Under-displace to ~6382' trickle 250gal 15%HCL w/ scale inhibitor in flush.
- 11. Set 8000 psi CBP at ~6184'. Perf the following with 3-3/8" gun, 23 gm, 0.36" hole:

Zone	From	To	spf	# of shots
WASATCH	5966	5968	4	8
WASATCH	5966	5968	2	4
WASATCH	6032	6034	3	6
WASATCH	6084	6086	4	8
WASATCH	6150	6154	4	16
# of Perfs/stage	e			42

- 12. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 4 on attached listing. Under-displace to ~5916' and trickle 250gal 15%HCL w/ scale inhibitor in flush.
- 13. Set 8000 psi CBP at ~5174'. Perf the following with 3-3/8" gun, 23 gm, 0.36" hole:

Zone	From	To	spf	# of shots
WASATCH	5134	5144	4	40
# of Perfs/stage	e			40

- 14. Breakdown perfs and establish injection rate. Fracture as outlined in Stage 5 on attached listing. Under-displace to ~5084' and flush only with fresh water.
- 15. Set 8000 psi CBP at~5084'.
- 16. TIH with 3 7/8" bit, sliding sleeve, SN and tubing.
- 17. Drill plugs and clean out to CBP @ 7120. Open sleeve and DO NOT PUMP OFF SUB and land tubing at ± 6700 '
- 18. RDMO
- 19. Come back later when the well stabilizes and C/O to PBTD.

For design questions, please call David Cocciolone, Denver, CO (832)-453-2043 (Cell) (720)-929-6716 (Office)

For field implementation questions, please call Robert Miller, Vernal, UT (435)-781-7041 (Office)

NOTES:

Some stages pumped at lower rates to avoid water.

Expected IP of 600 MCFD.

State 1021-31M Perforation and CBP Summary

		Perfo	rations					
Stage	Zones	Top, ft	Bottom, ft	SPF	Holes	Frac	ture Cov <u>erag</u> e)
							a contracting	
1	WASATCH	7080	7090	4	40	7014	to	7024
	# of Perfs/stage				40	CBP DEPTH	6,838	
7	WASATCH	6734	6740	4	24	6726	tn T	6740
	WASATCH	6804	6808	4	16	6788	to	6818
	# of Perfs/stage	0004	0000	Т.	40	CBP DEPTH	6,662	0010
3	WASATCH	6432	6436	3	12	6391	to	6427
	WASATCH	6520	6524	3	12	8430	to	6438
	WASATCH	6626	6632	3	18	6464	to	6572
	# of Perfs/stage				42	CBP DEPTH	6,184	
4	WASATCH	5966	5968	4	8	5096	to	5110
	WASATCH	5966	5968	2	4	6030	to	6111
	WASATCH	6032	6034	3	6	6150	to	6156
	WASATCH	6084	6086	4	8			
	WASATCH	6150	6154	4	16	:		
	# of Perfs/stage				42	CBP DEPTH	5,174	
5	WASATCH	5134	5144	4	40	5133	to	5145
	# of Perfs/stage				40	CBP DEPTH	5,084	
								<u> </u>
	Totals				204			

		Feet		Per	fs			Rate	Fluid		Initial	Final	Fluid	Volume	Cum Vol	Volume	Cum Vol	Fluid	Sand	Sand	Cum. Sand	Feetage from	Scale Inhib.,
Stage	Zone	of Pa	Top	o, ft.	Bot., ft	SPF	Holes	ВРМ	Туре	Prop	ppg	ppg		gals	gals	BBLs	BBLs	% of frac	% of frac	lbs	lbs	CBP to Flush	gal.
	WASATCH WASATCH	1 2		7080 N	7090 lo Perfs	4	40	0 20 20 20 20 20	Pump-in test ISIP and 5 min ISIP 20# X-link 20# X-link 20# X-link 20# X-link Flush (4-1/2") ISDP and 5 min ISDF	20/40 20/40 20/40 20/40	1 2 3 4	3	Freshwate Freshwate Freshwate Freshwate Freshwate	6,000 8,000 6,000 6,000	6,000 14,000 20,000 26,000 29,000 33,622 33,622	143 190 143 143 71 110	143 333 476 619 690	20.7% 27.6% 20.7% 20.7% 10.3%		0 8,000 12,000 18,000 12,000	0 8,000 20,000 38,000 50,000		46 18 24 18 0 0 46
		3	5		# of Perfi	s/stage	40								-	FI	ush depth	7030	gal/ft CE	P depth		lbs sand/ft 192	
2	WASATCH WASATCH	1 3		6734 6804	6740 6808	4	24 16		<< Above pump time Pump-in test ISIP and 5 min ISIP	(min)			Freshwate	 	0	0	. 0						
	, washieri	J	ū		CCOS	•		20 20 20 20 20 20	20# X-link 20# X-link 20# X-link 20# X-link 20# X-link Flush (4-1/2") ISDP and 5 min ISDF	20/40 20/40 20/40 20/40 20/40	1 2 3 4	2 3	Freshwate Freshwate Freshwate Freshwate Freshwate	16,000 12,000 12,000	12,000 28,000 40,000 52,000 58,000 62,442 62,442	381 286 286 143 106	667 952 1,238 1,381	20.7% 27.6% 20.7% 20.7% 10.3%	16.0% 24,0% 36.0%	24,000 36,000	0 16,000 40,000 76,000 100,000 100,000		36 48 36 0 0 44
		4	4 .		of Perf	s/stage	40									FI	ush depth	6684	gal/ft CB	SP depth		lbs sand/ft 22	Ļ00K
3	WASATCH WASATCH	3		6432 8520	6436 6524	3		Varied	<< Above pump time Pump-in test ISIP and 5 min ISIP	(min)			Freshwate	l	ō	0	0						
	WASATCH WASATCH WASATCH	10 5 1	B 0	8626 N	5632 lo Perfs lo Perfs	3		18 18 18 18 18	20# X-link 20# X-link 20# X-link 20# X-link 20# X-link Flush (4-1/2") ISDP and 5 min ISDF	20/40 20/40 20/40 20/40	1 2 3 4	3	Freshwate Freshwate Freshwate Freshwate	9,000	9,000 21,000 30,000 39,000 43,500 47,780	286 214 214 107 102	214 500 714 929 1,036 1,138	20.7% 27.6% 20.7% 20.7% 10.3%	7.6% 11.4%	18,000 27,000	0 12,000 30,000 57,000 75,000 75,000		27 36 27 0 0 43 133
		21			# of Perf	s/stage			< Above pump time	(min)						L	ush depth	6382	gal/ft CE	3P depth		lbs sand/ft 198	
4	WASATCH WASATCH	1		5966 5966 6032	5968 5968 6034	2	4	0	Pump-in test ISIP and 5 min ISIP 20#				Freshwate Freshwate		15,000		357	20,7%	0.0%	0	,		45
	WASATCH WASATCH	-	8	6084 6160	6086 6154	4	8	20 20 20 20	20#X-link 20#X-link 20#X-link 20#X-link Flush (4-1/2") ISDP and 5 min ISDF	20/40 20/40 20/40 20/40 20/40	1 2 3 4	3	Freshwate Freshwate Freshwate Freshwate	20,000 15,000 15,000	35,000 50,000	476 357 357 357 179 96	833 1,190 1,548 1,726	27.6%	5.1% 7.6% 11.4%	20,000 30,000 45,000	20,000 50,000 95,000 125,000 125,000		60 45 0 0 40 40
		10	11		# of Perf	s/stage	42									FI	ush depth	5916	gal/ft CE	P depth		lbs sand/ft 742	
5	WASATCH	. 1	2	5134	5144	4	40	Varied	<< Above pump time Pump-in test	(min)			Freshwate	[C	0	0						
								8 8 10 10	ISIP and 5 min ISIP 20# X-link 20# X-link 20# X-link 20# X-link Flush (4-1/2") ISDP and 5 min ISDI	20/40 20/40 20/40 20/40	1 2 3 2	3	Freshwate Freshwate Freshwate Freshwate	4,000 3,000 3,000	7,000 10,000 13,000 14,500	95 71 71 36 80	167 238 310 345	27.6% 20,7% 20,7% 10.3%	16.0% 24.0% 36.0%	4,000 6,000 9,000	10,000 19,000		9 12 9 0 0 34 64
		1	12		# of Peri	s/stage	40		<< Above pump time	(mín)						F	 LOOK ush depth	5084	gal/ft CE	BP depth		lbs sand/ft 0	гоок
	Totals	40	37				204		kanda min				Te	tal Fluid		gals bbls	5,666	bbls	To	tal Sand	400,000		
	1					"		2.1]		1	,	"			12.6	tanks	T .		Total S	ale inhib	701

FORM 9

STATE OF UTAH ARTMENT OF NATURAL RESOURCE

	DEPARTMENT OF NATURAL RESOUR			
	DIVISION OF OIL, GAS AND MII	NING		5. LEASE DESIGNATION AND SERIAL NUMBER: ML-22794
SUNDRY	NOTICES AND REPORTS	S ON WEL	LS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill no drill horizontal lat	ew wells, significantly deepen existing wells below cun terals. Use APPLICATION FOR PERMIT TO DRILL fo	rent bottom-hole dep orm for such propose	th, reenter plugged wells, or to	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL	GAS WELL 🗸 OTHER_			8. WELL NAME and NUMBER: STATE 1021-31M
2. NAME OF OPERATOR: KERR McGEE OIL & GAS	S ONSHORE LP			9. API NUMBER: 4304739112
3. ADDRESS OF OPERATOR:			PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:
1368 SOUTH 1200 EAST 4. LOCATION OF WELL	VERNAL STATE UT ZIP	84078	(435) 781-7024	NATURAL BUTTES
FOOTAGES AT SURFACE: 576' FS	SL, 647' FWL LOT 4			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHIP, RANG	GE, MERIDIAN: SWSW 31 10S 2	:1E		STATE: UTAH
11. CHECK APPR	ROPRIATE BOXES TO INDICAT	F NATURE	OF NOTICE REPO	
TYPE OF SUBMISSION	TO THE BOXED TO HEDIOTH	······································	YPE OF ACTION	IN, ON OTHER BATA
□ NOTICE OF INTENT	ACIDIZE	DEEPEN		REPERFORATE CURRENT FORMATION
NOTICE OF INTENT (Submit in Duplicate)	ALTER CASING	FRACTURE	TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start:	CASING REPAIR	NEW CONS	TRUCTION	TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS	OPERATOR	CHANGE	TUBING REPAIR
	CHANGE TUBING	PLUG AND	ABANDON	VENT OR FLARE
SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME	PLUG BACK	:	WATER DISPOSAL
Date of work completion:	CHANGE WELL STATUS	PRODUCTION	ON (START/RESUME)	WATER SHUT-OFF
bate of work completion.	COMMINGLE PRODUCING FORMATIONS	RECLAMAT	ION OF WELL SITE	OTHER:
	CONVERT WELL TYPE	▼ RECOMPLE	TE - DIFFERENT FORMATION	
12. DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all po	ertinent details inc	cluding dates, depths, volum	es, etc.
	RMED AN RECOMPLETION ON			
OPERATOR HAS PLACE	D THE SUBJECT WELL LOCATI	ION BACK C	N PRODUCTION O	N 11/16/2008 AT 1030 HRS.
PLEASE REFER TO THE	ATTACHED RECOMPLETION O	CHRONOLO	GICAL WELL HISTO)RY
		5	Oloric Well-Inord	
NAME (PLEASE PRINT) SHEILA UI	PCHEGO	TITL	REGULATORY A	ANALYST
Amilal	Inchien ine			
SIGNATURE // WICL	spanego Me	DAT	11/17/2008	
This space for State use only)				

RECEIVED NOV 2 4 2008

	2674		F A O = " # = 1	2500	101	91/			1-31M API No.; 4304739
EVENT INFORMA	TION:		TACTIVITY: I		ION				RT DATE: 11/7/2008 AFE NO.: PENDING
			CTIVE: DEVE						DATE: 11/13/2008
			CTIVE 2: REC						E WELL STARTED PROD.: 11/15/2007
			ON: WAS RE					ven	nt End Status: COMPLETE
RIG OPERATIONS	S:	Beg	gin Mobilizatio		Location	Rig	Charg	jes	Rig Operation Start Finish Drilling Rig Release Rig Off Locati
KEY 243 / 243				11/07	7/2008				11/13/2008
Date	Tir Start		Duration (54)	Phase	Code	Subc	r	'/U	Operation
11/7/2008	SUPERV	·····	(hr) JON MILES	ACCORDINATION NAMED IN	<u> </u>	de		a ilkeste	
111112000	7:00 -		8.00	COMP	33	D	[P	HCM BILLMIDELINE DILLAW CLACE DING TO ZOOR DILLOFT ODD
	: [1777) :	10.00		OOWI		U	•	r	HSM. RU WIRELINE. RIH W/ GUAGE RING TO 7200'. RIH SET CBP @ 7120'. FILL WELL. PRES TEST & CHART TO 6000 PSI. RIH PERF 7080'-7090'. 40 HOLES. SWI 3:PM.
11/10/2008	SUPERV	ISOR:	JON MILES						-
	7:00 -	15:00	8.00	COMP	36	В	1	P	WAITING ON FRAC CREW
11/11/2008	SLIDEDA	ISOB.	JON MILES						
/ 1 1/2000	40 000	18:00	g Trenders	COMP	àà	P	2	.	HOM ODEN WELL FOR DOLOE FOR A DULLE
		10.00	11.00	COMP	36	В	44.7	Ρ.	HSM. OPEN WELL. 500 PSI,GEL FRAC. RU WEATHERFORD & CUTTERS. PERFS 7080'-7090'. STAGE 1# BROKE @ 3482, IR
i Aba									19.4, IP 4100. ISIP 2048, FG .73. MP 4804, MR 23.2, AP 4271, AR
							:		19.6, FG 1.05, ISIP 4382, NPI 2334, CLEAN 897 BBLS, 50,000#
	ad Š						1.31 (1)		SAND. STAGE 2# . RIH SET CBP @ 6838', PERF 6734'-6740', 6804-6808',
									4SPF, 40 HOLES. BROKE @ 4237, IR 21, IP 4300, ISIP 2382, FG
				Kathi.	in the second				.79, MP 4441, MR 22.1, AP 3955, AR 20.9, FG 1.01, ISIP 3905, NPI
									1523, CLEAN 1336 BBLS, SAND 100,000#.
									STAGE 3#. RIH W/ WIRELINE COULDN'T GET PAST 6530 FT. POOH SHUT WELL IN. LET SAND FALL OVERNIGHT, WIRELINE
					and the second				IN AM.
11/12/2008	SUPERV	ISOR:	JON MILES				DWC:	\$2	5221,120.00 <u>CWC</u> : \$262,636.00 <u>MD</u> :
									.73, MP 3639, MR 19.9, AP 3368, AR 20.9, FG .91, ISIP 3123, NPI 1212, CLEAN 1206, SAND 75,000#. STAGE 4# RIH SET CBP @ 6665', PERF 5966-5968', 6SPF, 6032-6034', 3SPF, 6084-6086', 4SPF, 6150-6154', 4SPF. 42 HOLES. BROKE @ 2983, IR 19.8, IP 3200, ISIP 2152, FG .79, MP 3614, MR 20.9, AP 2818, AR 19.7, FG .83, ISIP 2394, NPI 242, CLEAN 1857 BBLS, SAND 125,000#. STAGE 5#, SET CBP @ 5174. PERF 5134-5144', 4SPF, 40 HOLES. BROKE @ 1808, IR 14, IP 3200, ISIP 2152, FG .72, MP 3064, MR 20.7, AP 2818, AR 19.7, FG .83, ISIP 2841, NPI 1380, CLEAN 402 BBLS, SAND 23,700#. TOTALS= CLEAN 5698 BBLS. SAND 373,800#. RIH SET CBP @ 5084'. RD CUTTERS & WEATHERFORD. ND FRAC VALVES, NU BOP. PU 37/8" BIT, SLIDING SLEVE POBS.
14/40/0000	CHDEDV	ICOD.	101111111111111111111111111111111111111				D) 4 (0	0.0	RIH W/ 23/8'. TAG CBP @ 5084. SWI 4:PM
11/13/2008	<u>SUPERV</u> 7:00 -	15:00	JON MILES 8,00	COMP	31	H	<u>DWC:</u>		30,700.00 <u>CWC:</u> \$293,336.00 <u>MD:</u> 7:AM HSM. OPEN WELL: RU DRILL EQUIP. BROKE CONV CIR. DRILL UP CBP @ 5084'. NO PRES INC RIH, TAG @ 5144. 30' SAND DRILL DOWN TO 2# CBP @ 5474, DRILL UP CBP, 50 PC
						31.81.1			SAND. DRILL DOWN TO 2# CBP @ 5174'. DRILL UP CBP, 50 PSI DIF INC. RIH, TAG @ 6154'. 30' SAND. DRILL DOWN TO 3# CBP @
									6184'. DRILL UP CBP. 100 PSI DIF INC. RIH, TAG @ 6632'. 30'
									SAND. DRILL DOWN TO 4# CBP @ 6662', DRILL UP CBP, 100 PSI
									DIF INC. RIH, TAG @ 6808'. 30' SAND. DRILL DOWN TO 5# CBP @ 6838'. DRILL UP CBP. 100 PSI DIF INC. RIH, TAG @ 7090'. 30'
									SAND. CLEANOUT TO CBP @ 7120', CIR WELL CLEAN, RD DRILL EQUIP. POOH LD EXCESS TBG. LAND TBG W/ 216 JTS IN WELL. EOT @ 6712.67. ND BOP, NU WELLHEAD. RU DELSCO. RIH RETIVE SLEVE. RIH W/ PROTECTER, PUT IN PLACE. 600 PSI ON
									CSG. OPEN TBG TO TANK. WELL FLOWING. TO WINDY TO RD RIG. TURN WELL OVER TO FLOWTESTERS. 5:PM
11/14/2008	SUPERV	SOR.	TIM FAI CETT	1			•		COMPANY TO THE PROPERTY OF THE
1 1/ 14/2000		JUIT.	TIM FALCETT	1	33	٨			7 AM FLBK REPORT: CP 400#, TP 400#, 20/64" CK, 10 BWPH,
	7:00 -				33	Α			TRACE SAND, - GAS TTL BBLS RECOVERED: 1255 BBLS LEFT TO RECOVER: 4443

11/17/2008 11:51:47AM

15

Wins No.: 9:	2674				STATE 10	1-31M API No.: 4304739112
	7:00 -			33	A	7 AM FLBK REPORT: CP 1000#, TP 850#, 20/64" CK, 25 BWPH, 1tspn SAND, - GAS TTL BBLS RECOVERED: 1870 BBLS LEFT TO RECOVER: 3828
11/16/2008	SUPERVISOR:	TIM FALCETTI				
	7:00 - 10:45 -		PROD	33 :	A 500 10	7 AM FLBK REPORT: CP 2000#, TP 900#, 20/64" CK, 25 BWPH, - SAND, - GAS TTL BBLS RECOVERED: 2470 BBLS LEFT TO RECOVER: 3228 WELL TURNED TO SALES @ 1030 HRON 11/16/08 - FTP 800#, CP 1500#, CK 20/64", 495 MCFD, 456 BWPD
11/17/2008	SUPERVISOR:	TIM FALCETTI				
	7:00 -			33	A [] []	7 AM FLBK REPORT: CP 1250#, TP 700#, 20/64" CK, 16 BWPH, CLEAN SAND, 775 GAS TTL BBLS RECOVERED: 2888 BBLS LEFT TO RECOVER: 2810

11/17/2008 11:51:47AM

16

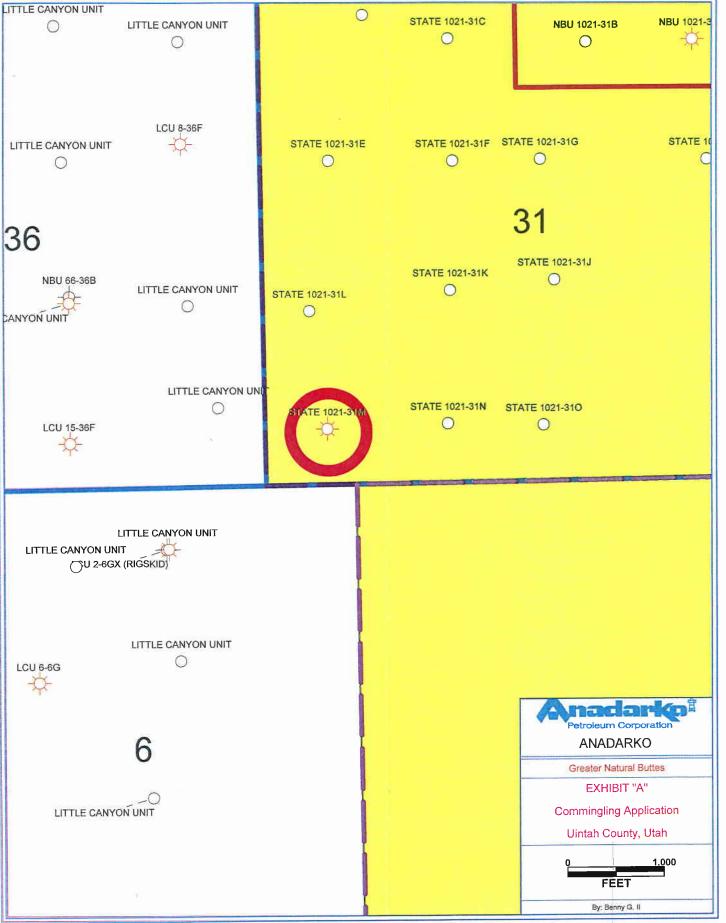
FORM 9

STATE OF UTAH

1	DEPARTMENT OF NATURAL RESOU DIVISION OF OIL, GAS AND M			5. LEASE DESIGNATION AND SERIAL NUMBER:
				ML-22794
SUNDRY	NOTICES AND REPORT	S ON WEL	LS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill no drill horizontal la	ew wells, significantly deapen existing wells below culterals. Use APPLICATION FOR PERMIT TO DRILL	urrent bottom-hole dept form for such proposal	h, reenter plugged wells, or to s.	7. UNIT OF CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL	GAS WELL OTHER			8. WELL NAME and NUMBER: STATE 1021-31M
2. NAME OF OPERATOR:			· · · · · · · · · · · · · · · · · · ·	9. API NUMBER:
KERR McGEE OIL & GAS	ONSHORE LP			4304739112
3. ADDRESS OF OPERATOR: 1368 SOUTH 1200 EAST	VERNAL STATE UT ZIE		PHONE NUMBER: (435) 781-7024	10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL	STATE AT			
FOOTAGES AT SURFACE: 576'FS	3L, 647'FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHIP, RANG	GE, MERIDIAN: SWSW 31 10S 2	21E		STATE: UTAH
11, CHECK APPE	ROPRIATE BOXES TO INDICA	TE NATURE (OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION		TY	PE OF ACTION	
✓ NOTICE OF INTENT	ACIDIZE	DEEPEN		REPERFORATE CURRENT FORMATION
(Submit in Duplicate)	ALTER CASING	FRACTURE	TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start:	CASING REPAIR	NEW CONST		TEMPORARILY ABANDON
	CHANGE TO PREVIOUS PLANS	☐ OPERATOR		TUBING REPAIR
SUBSEQUENT REPORT	CHANGE TUBING	PLUG AND A		VENT OR FLARE
(Submit Original Form Only)	CHANGE WELL NAME CHANGE WELL STATUS	PLUG BACK	ON (START/RESUME)	WATER DISPOSAL WATER SHUT-OFF
Date of work completion:	COMMINGLE PRODUCING FORMATIONS		ON OF WELL SITE	OTHER:
· · · · · · · · · · · · · · · · · · ·	CONVERT WELL TYPE		TE - DIFFERENT FORMATION	
THE OPERATOR REQUE PROPOSES TO RECOMP COMMINGLE THE NEWL	ESTS AUTHORIZATION TO RECEIVED THE WASATCH FORMALY WASATCH FORMALY WASATCH RECOMPLETION	COMPLETE TATION. THE CONG WITH T	THE SUBJECT WEL DPERATOR REQUI HE EXISTING MES	L LOCATION. THE OPERATOR ESTS AUTHORIZATION TO
				Initials: K5
NAME (PLEASE PRINT) SHEILA U	PCHEGO		REGULATORY	ANALYST
SIGNATURE // // SIGNATURE	k /mllen	DATE	10/6/2008	, carin
(This space for State use only)	APPROVED BY THE	STATE		RECEIVED
P	THAT DIVISIO	N OF		
	OIL, GAS, AND MI	NING		OCT 2 8 2008

(5/2000)

DIV. OF OIL, GAS & MINING





Kerr-McGee Oil & Gas Onshore LP PO Box 173779 DENVER, CO 80217-3779

October 23, 2008

Mr. Dustin Doucet Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 P.O. Box 145801 Salt Lake City, Utah 84114-5801

Re:

Notice of Commingling

State 1021-31M

SWSW Sec. 31, T10S-R21E API Well No. 4304739112 Uintah County, Utah

Dear Dustin,

In accordance with R649-3-22, "Completion Into Two or More Pools", please be advised that notices were sent to all contiguous owners on October 23, 2008 (copy of letter attached). Also, enclosed is an affidavit regarding the mailing of the notices together with the plat showing the location of the State 1021-31M well. XTO Energy, Inc. holds interest sections contiguous to the subject well section location.

Please let me know if anything further is required in order to approve the sundry previously submitted to you regarding the recompletion of the State 1021-31M. I have enclosed a copy of the sundry notice.

Thank you for your attention to our request.

Sincerely,

KERR-McGEE OIL & GAS ONSHORE LP

Jason Rayburn Landman

enclosures

RECEIVED
OCT 28 2008

DIV. OF OIL, GAS & MINING

) ss

)

COUNTY OF UINTAH)

AFFIDAVIT

Jason Rayburn, of lawful age, and being first duly sworn upon oath, deposes and says:

He is a Landman of Kerr-McGee Oil & Gas Onshore LP, of Denver, Colorado. Kerr-McGee Oil & Gas Onshore LP is the operator of the following described well:

FEDERAL 1021-31M 576' FSL, 647' FWL (SWSW) **SECTION 31, T10S- R21E UINTAH COUNTY, UTAH**

Kerr-McGee Oil & Gas Onshore LP and XTO Energy, Inc., are the only owners in the well and/or of all the contiguous oil and gas leases or drilling units overlying the pool.

On the 23rd day of October, 2008, he placed in the United States mail, with postage prepaid, a copy of the attached Application for Commingling into two or more pools (formations) in one wellbore for the subject well.

Said envelope which contained these instruments was addressed to the Utah Division of Oil, Gas & Mining and XTO Energy, Inc.\

Further affiant saith not.

Jason Rayburn/Affiant

Subscribed and sworn before me this 23rd day of October, 2008.

My Commission Expires:



July 30, 2011



Kerr-McGee Oil & Gas Onshore LP PO Box 173779 DENVER, CO 80217-3779

October 23, 2008

XTO Energy, Inc. 810 Houston St. Fort Worth, TX 76102-6298

Attn: Mick Dow

Re:

Notice of Commingling

State 1021-31M Section 31: SWSW

T10S-R21E

Uintah County, Utah

Dear Mick:

Pursuant to DOGM Rule 649-3-22 "Completion into Two or More Pool," please find enclosed a copy of the sundry to be submitted to DOGM for approval.

Unless you have objection to the commingling plan, no action is required on your part. If you do wish to object to the commingling plan, comments should be directed to:

DOGM Attn: Dustin Doucet P.O. Box 145801 Salt Lake City, Utah 84114-5801

Objections will be accepted up to 15 days after Kerr-McGee's application is filed with the Division (R649-3-22.3.1).

Should you have any questions or concerns, please contact the undersigned at 720-929-6262.

Sincerely,

KERR-McGEE OIL & GAS ONSHORE LP

Jason Rayburn Landman

enclosures



STATE OF UTAH AMENDED REPORT FORM 8 DEPARTMENT OF NATURAL RESOURCES (highlight changes) 5. LEASE DESIGNATION AND SERIAL NUMBER: DIVISION OF OIL, GAS AND MINING ML-22794 6. IF INDIAN, ALLOTTEE OR TRIBE NAME WELL COMPLETION OR RECOMPLETION REPORT AND LOG 7. UNIT or CA AGREEMENT NAME 1a. TYPE OF WELL: 8. WELL NAME and NUMBER: b. TYPE OF WORK: WELL DIFF. RESVR. OTHER RECOMPLETION STATE 1021-31M RE-ENTRY 9. API NUMBER: 2. NAME OF OPERATOR: KERR McGEE OIL & GAS ONSHORE LP 4304739112 3. ADDRESS OF OPERATOR: PHONE NUMBER: 10 FIELD AND POOL, OR WILDCAT STATE UT ZIP 84078 **NATURAL BUTTES** 1368 S 1200 E (435) 781-7024 CITY VERNAL 11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: 4. LOCATION OF WELL (FOOTAGES) AT SURFACE: 576'FSL, 647'FWL LOT 4 SWSW 31 10S 21E AT TOP PRODUCING INTERVAL REPORTED BELOW: 12 COUNTY 13 STATE AT TOTAL DEPTH UTAH UINTAH 17. ELEVATIONS (DF, RKB, RT, GL): 14. DATE SPUDDED: 15 DATE T.D. REACHED 16. DATE COMPLETED: ABANDONED READY TO PRODUCE 7 10/30/2007 5360'GL 11/27/2007 11/16/2008 19. PLUG BACK T.D.: MD 9.055 18. TOTAL DEPTH: MD 21. DEPTH BRIDGE MD 20. IF MULTIPLE COMPLETIONS, HOW MANY? 9.120 PLUG SET: TVD TVD 22. TYPE ELECTRIC AND OTHER MECHANICAL LOGS RUN (Submit copy of each) WAS WELL CORED? NO 🔽 YES (Submit analysis) N/A WAS DST RUN? NO 🗸 YES (Submit report) NO V DIRECTIONAL SURVEY? YES (Submit copy) 24. CASING AND LINER RECORD (Report all strings set in well) STAGE CEMENTER **CEMENT TYPE &** SLURRY VOLUME (BBL) BOTTOM (MD) AMOUNT PULLED HOLE SIZE SIZE/GRADE WEIGHT (#/ft.) TOP (MD) CEMENT TOP ** DEPTH NO OF SACKS 20" 28 14" STL 36.7# 40 32.3# 36# 1,870 12 1/4" 9 5/8 H-40 525 7 7/8" 4 1/2 1-80 11.6# 9,120 1430 25. TUBING RECORD PACKER SET (MD) DEPTH SET (MD) PACKER SET (MD) DEPTH SET (MD) PACKER SET (MD) DEPTH SET (MD) SIZE 2 3/8" 6,713 26. PRODUCING INTERVALS 27. PERFORATION RECORD FORMATION NAME TOP (MD) BOTTOM (MD) TOP (TVD) BOTTOM (TVD) INTERVAL (Top/Bot - MD) SIZE NO. HOLES PERFORATION STATUS 7,090 0.36 204 5,134 7,090 5,134 Open Squeezed (A) WASATCH (B) Open Squeezed (C) Squeezed (D) Open Squeezed 28. ACID, FRACTURE, TREATMENT, CEMENT SQUEEZE, ETC. DEPTH INTERVAL AMOUNT AND TYPE OF MATERIAL 5134'-7090' PMP 5698 BBLS SLICK H2O & 373,800# 20/40 SD 29. ENCLOSED ATTACHMENTS: 30. WELL STATUS: ELECTRICAL/MECHANICAL LOGS GEOLOGIC REPORT DST REPORT DIRECTIONAL SURVEY PROD SUNDRY NOTICE FOR PLUGGING AND CEMENT VERIFICATION CORE ANALYSIS OTHER:

(CONTINUED ON BACK)

RECEIVED

DEC 18 2008

31. INITIAL PRODUCTION

INTERVAL A (As shown in item #26)

	DUCTION				EKVAL A (AS SHO	WIT III ILCIII WZO,				
DATE FIRST PR 11/16/20(TEST DATE: 11/29/20	08	W	HOURS TESTED: T		OIL – BBL: 4	GAS - MCF: 1,433	WATER - BBL: 118	PROD. METHOD: FLOWING
сноке size: 20/64	TBG PRESS	CSG PRESS	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL: 4	GAS - MCF: 1,433	WATER - BBL: 118	INTERVAL STATUS PROD
				INT	TERVAL B (As show	wn in item #26)				
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTE	D:	TEST PRODUCTION RATES: →	OIL - BBL:	GAS MCF:	WATER BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL - BBL;	GAS MCF:	WATER - 8BL:	INTERVAL STATUS:
				INI	TERVAL C (As show	wn in item #26)				
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTE	D:	TEST PRODUCTION RATES: →	OIL – BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG PRESS	CSG, PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL BBL:	GAS – MCF:	WATER - BBL:	INTERVAL STATUS
	*	***		INT	TERVAL D (As show	wn in item #26)	***************************************	98		
DATE FIRST PR	ODUCED;	TEST DATE:		HOURS TESTE	D	TEST PRODUCTION RATES: →	OIL - BBL;	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG, PRESS,	CSG. PRESS,	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL;	GAS MCF:	WATER - BBL:	INTERVAL STATUS

32. DISPOSITION OF GAS (Sold, Used for Fuel, Vented, Etc.)

SOLD

33. SUMMARY OF POROUS ZONES (Include Aquifers):

34. FORMATION (Log) MARKERS:

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

Formation	Top (MD)	Bottom (MD)	Descriptions, Contents, etc.	Name	Top (Measured Depth)
WASATCH MESAVERDE	4,146 7,268	7,175 9,125			
		11			

35. ADDITIONAL REMARKS (Include plugging procedure)

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records.

NAME (PLEASE PRINT) SHEILA UPCHEGO

TITLE REGULATORY ANALYST

12/10/2008

SIGNATURE

DATE

This report must be submitted within 30 days of

- completing or plugging a new well
- drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth
- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests

* ITEM 20: Show the number of completions if production is measured separately from two or more formations.

** ITEM 24: Cement Top - Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to:

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

Phone: 801-538-5340

Fax: 801-359-3940

RECEIVED

DEC 18 200

STATE OF UTAH

SIMILO	I O I AII
DEPARTMENT OF NAT	FURAL RESOURCES
DIVISION OF OIL, O	GAS AND MINING

ENTITY ACTION FORM

perator: <u></u>	VEIVIN I	McGEE OIL & GAS ONSHORE LP			Operator Account Number: N 2995			
ddress: 1368 SOUTH 1200 EAST								
<u>c</u>	ity VE	RNAL						
state UT zip 84078				Phone Number: (435) 781-7024				
Well 1								
API Numb	ber	Well Name		QQ	Sec	Twp	Rng	County
Various	6	NBU REVISION						UINTAH
Action Co	Action Code Current Entity New Entity Number Number			Spud Date		Entity Assignment Effective Date		
E		Various	2900	3/13/2012		2/1/2012		
Comments:	MOVE	E THE ATTACHED WE 12012. 73 W.C.	ELLS INTO THE NATO	JRAL BUT	TES UN	IT REVI	SION EF	FECTIVE 5/31/3012
API Number		Well Name					T	I
API Numb	oer	Well	Name	QQ	Sec	Twp	Rng	County
API Numb	oer	Well	Name	QQ	Sec	Twp	Rng	County
API Numb		Well Current Entity Number	Name New Entity Number		Sec pud Dat		Ent	County tity Assignment Effective Date
	ode	Current Entity	New Entity				Ent	tity Assignment
Action Co	ode	Current Entity Number	New Entity				Ent	tity Assignment
Action Co Comments:	ode	Current Entity Number	New Entity Number	QQ	Spud Dat	Twp	Ent E	tity Assignment Effective Date

ACTION CODES:

A - Establish new entity for new well (single well only)

B - Add new well to existing entity (group or unit well)

C - Re-assign well from one existing entity to another existing entity

D - Re-assign well from one existing entity to a new entity

E - Other (Explain in 'comments' section)

RECEIVED

REGULATORY ANALYST

SHEILA WOPSOCK

Title

Signature

Name (Please-Print)

5/30/2012

Date

(5/2000)

MAY 3 1 2012

Entity Action Form Attachment for wells moved into the Natural Buttes Unit Effective 02/01/2012.

orial entity					
API	Well Name	QTR/QTR JSection	TWNSHP	RANGE	Producing Intervals
4304737079	FEDERAL <u>92</u> 0-251	NESE 15431	25 98	20E	WASATCH/MESAVERDE
4304737080	FEDERAL 920-25H	SENE 15761	25 9S	20E	WASATCH/MESAVERDE
4304737081	FEDERAL 920-25A	NENE 15553	25 9S	20E	WASATCH/MESAVERDE from MV
4304739098	STATE 1021-28M	swsw /6499	28 10S	21E	WASATCH TO WSMVD
4304737918	FEDERAL 1021-26L	NWSW 16390	26 10S	21E	MESAVERDE TO WS 7M/D
4304737919	FEDERAL 1021-26N	SESW 16391	26 10S	21E	WASATCH/MESAVERDE
4304737916	FEDERAL 1021-250	SWSE 14277	25 10S	<u>21</u> E	WASATCH/MESAVERDE
4304739112	STATE 1021-31M	swsw 16454	31 105	21E	WASATCH TO WSMVD
4304739127	STATE 1021-32P	SESE /6471	32 10S	21E	WASATCH/MESAVERDE
4304739128	STATE 1021-320	SWSE 17513	32 10S	_21E	WASATCH/MESAVERDE
4304739131	STATE 1021-32L	NWSW 16902	32 10S	21E	WASATCH/MESAVERDE
4304739133	STATE 1021-32J	NWSE 17529	32 10S	21E	WASATCH/MESAVERDE
4304739134	STATE 1021-321	NESE 16905	32 10S	21E	WSMVD
4304739135	STATE 1021-32H	SENE 17528	32 10S	21E	WASATCH/MESAVERDE
4304735714	FEDERAL 1022-29H	SENE /5/47	29 10S	22E	WASATCH/MESAVERDE
4304735715	FEDERAL 1022-29F	SENW 15162	29 10S	22E	WASATCH/MESAVERDE
4304735716	FEDERAL 1022-29B	NWNE 114982	29 10S	22E	WASATCH/MESAVERDE
4304735737	FEDERAL 1022-291	NESE 15001	29 10S	22E	WASATCH/MESAVERDE
4304735738	FEDERAL 1022-29D	NWNW 15016	29 105	22E	MESAVERDE TO WS TO VD
4304734862	FEDERAL 31-10-22	SESE 13879	31 10S	22E	MESAVERDE TO WSTMVD
4304735173	FEDERAL 1022-31D	NWNW 14/32	31 10S	22E	WASATCH/MESAVERDE
4304736492	FEDERAL 1022-31N	SESW 14255	'31 10S	22E	WASATCH/MESAVERDE
4304736493	FEDERAL 1022-311	NESE 15089	31 10S	22E	WASATCH/MESAVERDE
4304736494	FEDERAL 1022-31G_	SWNE 15075	31 10S	22E	WASATCH/MESAVERDE
4304736495	FEDERAL 1022-31F_	SENE 1523D	31 10S	22E	WASATCH/MESAVERDE
4304736574	FEDERAL 1022-31C_	NENW 15090	31 10S	22E	WASATCH/MESAVERDE
4304736575	FEDERAL 1022-31J_	NWSE 15214	31 10S	22E	WASATCH/MESAVERDE
4304736576	FEDERAL 1022-31L	NWSW 16276	31 10S	22E	WASATCH/MESAVERDE
4304734317	STATE 1-32	NESW 13419	32 10S	22E	WASATCH/MESAVERDE
4304734831	STATE 2-32	SESW 13842	32 10S	22E	MESAVERDE TO WSMID
4304734832	STATE 3-32	NWSW 13844	32 10S	22E	WASATCH/MESAVERDE
4304735095	STATE 1022-32J	NWSE 11+097	32 10S	22E	WSMVD
4304735096	STATE 1022-32A	NENE 13914	32 10S	22E	WASATCH/MESAVERDE
4304735186	STATE 1022-32P	SESE 14131	32 10S	22E	MESAVERDE TO WSMVD
4304735315	STATE 1022-320	SWSE 14114	32 10S	22E	WASATCH/MESAVERDE
4304735647	STATE 1022-32H	SENE 14348	32 10S	22E	MESAVERDE TO WSMVD
4304736413	STATE 1021-360	SWSE /5619	36 10S	21E	WASATCH/MESAVERDE
¥ 4304738157	WELL BELONGS TO	QEP ENERGY CORP "	GH 8-20-8-21"	PERMIT NO	T APPROVED
4304734839	FEDERAL 1022-15F	SENW 14618	15 10S	22E	WASATCH/MESAVERDE
4304736414	STATE 1021-36J	NWSE 15651	36 10S	21E	WASATCH/MESAVERDE
4304738152	STATE 1021-36L	NWSW 16012	36 10S	21E	WASATCH/MESAVERDE
4304735440	FEDERAL 1022-15J	NWSE 14617	15 10S	22E	WASATCH/MESAVERDE
4304736415	STATE 1021-36I	NESE 15684	36 10S	21E	WASATCH/MESAVERDE
4304738845	STATE 1021-36D	NWNW 16455	36 10S	21E	WASATCH/MESAVERDE

4304750096 FEDERAL 1022-27H	SENE 17626	27 10S	22E	WASATCH/MESAVERDE
4304736416 STATE 1021-36H	SENE 15335	36 10S	21E	WASATCH/MESAVERDE
4304738846 STATE 1021-36E	SWNW 16523	36 10S	21E	WASATCH/MESAVERDE
4304735676 FEDERAL 1022-28L	NWSW 15110	28 10S	22E	WASATCH/MESAVERDE
4304736417 STATE 1021-36G	SWNE 15291	36 10S	21E	WASATCH/MESAVERDE
4304738847 STATE 1021 <u>-36F</u>	SENW 16394	₹36 10S	21E	WASATCH/MESAVERDE
4304735713 FEDERAL 1022-28N	SESW 15145	28 10S	22E	WASATCH/MESAVERDE
4304736418 STATE 1021-36B	NWNE 14953	36 10S	21E	WASATCH/MESAVERDE
4304738848 STATE 1021-36N	SESW 16359	36 10S	21E	WASATCH/MESAVERDE
4304735735 FEDERAL 1022-280	SWSE 15285	28 10S	22E	WASATCH/MESAVERDE From MURD
4304736419 STATE 1021-36A	NENE /5035	36 10S	21E	WASATCH/MESAVERDE
4304738849 STATE 1021-36K	NESW 16084	36 10S	21E	WASATCH/MESAVERDE
4304735736 FEDERAL 1022-28M	swsw 15286	28 10S	22E	WASATCH/MESAVERDE
4304736420 STATE 1021-36P	SESE 15372	36 10S	21E	WASATCH/MESAVERDE
4304738850 STATE 1021-36C	NENW /6396	36 10S	21E	WASATCH/MESAVERDE
4304734861 FEDERAL 29-10-22	SESE 14006	29 10S	22E	MESAVERDE TO WSMVD
4304735577 FEDERAL 1022-330	SWSE 15080	33 10S	22E	WASATCH/MESAVERDE
4304735739 FEDERAL 1022-33E	SWNW 15193	33 10S	22E	WASATCH/MESAVERDE
4304735740 FEDERAL 1022-33M	swsw /5373	33 10S	22E	WASATCH/MESAVERDE
4304735741 FEDERAL 1022-33L	NWSW /5511	33 10S	22E	WASATCH/MESAVERDE
4304735742 FEDERAL 1022-33G	SWNE 15404	33 10S	22E	WASATCH/MESAVERDE From MURD
4304735743 FEDERAL 1022-33C	NENW 15405	33 10S	22E	WASATCH/MESAVERDE
4304735744 FEDERAL 1022-33A	NENE /5539	33 10S	22E	WASATCH/MESAVERDE
4304737105 FEDERAL 1022-33D	NWNW 16502	33 10S	22E	WASATCH/MESAVERDE
4304737106 FEDERAL 1022-33F	SENW 16560	33 10S	22E	WASATCH/MESAVERDE From WSTC
4304737107 FEDERAL 1022-33K	NESW 16124	33 10S	22E	WASATCH/MESAVERDE
4304737109 FEDERAL 1022-33N	SESW /6/26	33 10S	22E	WASATCH/MESAVERDE
4304737110 FEDERAL 1022-33B	NWNE /6561	33 1 0S	22E	WASATCH/MESAVERDE
4304735810 STATE 1021-36E	SWNW 14395	36 10S	21E	WASATCH/MESAVERDE